FLIGHTSEEING PHOTO

Some of the best views of volcanic Mount St. Helens are from the air. At least 14 flying services in southwestern Washington offer scenic flights over the mountain and surrounding devastation in both fixed-wing aircraft and helicopters. Flightseeing combined with ground sightseeing of the area gives one a new appreciation of the powerful eruption that took place on the morning of May 18, 1980.

(Photo courtesy of the Washington State Department of Commerce and Economic Development)

STATE LEGISLATIVE BUILDINGS

The Capitol Campus in Olympia, Washington is one of the most architecturally pleasing and scenic in the nation. The design of the main body of buildings on campus was the result of a design competition held in the 1920's. The winner was the architectural firm of Wilder and White from New York.

(Photo courtesy of the Washington State Department of Commerce and Economic Development)

CROSS COUNTRY SKIING

Washington State features a wide variety of winter recreational opportunities, including many developed and more primitive areas devoted to cross country skiing. The ski season traditionally begins around Thanksgiving, and often lasts well into the spring.

(Photo courtesy of the Washington State Department of Commerce and Economic Development)

HARVESTING WHEAT

Combine harvesting wheat in Eastern Washington. Wheat is Washington State's top-ranked commodity and was valued at $634,951,000 in 1983. Washington's wheat ranks third nationally, producing over 172,570,000 bushels last year.

(Photo courtesy of the Washington State Department of Agriculture)

S8345-3

STATE OF WASHINGTON

John Spellman, Governor

ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 1984

Prepared by
Office of Financial Management
Joe Taller, Director

Audited by
Office of State Auditor
Robert V. Graham, State Auditor

OLYMPIA, WASHINGTON

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Governor's Introduction	iv
Transmittal Letter	1
Listing of Principal Officials	8
Organization Chart	9
Condensed Summary Data	
Actual Revenue — All Fund Types By Source	10
Actual Expenditures — All Fund Types By Function	11
Actual Expenditures — All Fund Types By Object	12
COMBINED FINANCIAL STATEMENTS	
Auditor's Report	14
Combined Balance Sheet	16
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance — All Governmental Fund Types and Expendable Trust Funds	18
Combined Statement of Revenues, Expenditures, and Changes in Fund Equity — All Proprietary Fund Types and Similar Trust Funds	20
Combined Statement of Changes of Financial Position— All Proprietary Fund Types and Similar Trust Funds	21
Interim Combined Statement of Revenues, Expenditures, and Changes in Fund Balance — Budget and Actual	22
Notes to the Combined Financial Statements	
I. Summary of Significant Accounting Policies	24
II. Stewardship, Compliance and Accountability	32
III. Detailed Notes on Account Balances	32
IV. Segment Information — Enterprise Funds	43
V. Washington State Retirement Systems	44
VI. Deferred Compensation Plan	44
VII. Workers' Compensation Program	45
VIII. Summary of Significant Litigation	45
IX. Summary of Subsequent Events	46
STATISTICAL SECTION	
A. Schedules	
1. Revenues by Fund Type and Source	48
2. Expenditures by Fund Type and Function/Object	50
3. Schedule of Bonds Outstanding	52
4. Refunded and Defeased Long-Term Debt	57
5. Debt Service to Maturity	59
6. Detail of Bond Sale Proceeds	61
B. Statistics	
1. Expenditures by Function/Object — Last 10 Years	64
2. Revenues by Source — Last 10 Years	65
3. Ratio of Annual Debt Service to Expenditures — Last 10 Years	65
4. Full-Time Equivalent Staff Comparison — Last 10 Years	66
5. Public School Enrollment Grades K-12 — Last 10 Years	67
6. Public Higher Education Enrollment — Last 10 Years	67
7. Total Resident Population and Components of Change — Last 10 Years	68
8. Employment Comparison — Last 10 Years	68
9. Labor Force & Employment by Sector — Last 10 Years	69
10. Personal Income Comparison — Last 10 Years	69
11. Personal Income by Component — Last 10 years	70
12. Domestic Financial Institution Deposits — Last 10 Years	70
13. Average Annual Wage Rates — Last 10 Years	71
14. Gross Business Income — Last 10 Years	71
15. Value of Agricultural Production — Last 10 Years	71
16. Rank Order of Principal Commodities	72
17. International Trade Facts	73
18. Major Export Trading Partners	73
19. Major Import Trading Partners	73
20. Property Tax Valuations and Average Tax Rates — Last 10 Years	74
21. Selected Financial Ratios — Last 10 Years	74

GOVERNOR'S INTRODUCTION

I am pleased to present the 1984 Annual Financial Report. This report, which is the third such report in conformance with national standards in the state's history, is part of the continuing effort of my administration to improve the integrity of the financial information and reporting systems of the state of Washington.

By sponsoring and signing into law legislation that requires the state of Washington to adopt generally accepted accounting principles for the state's budgeting, accounting and reporting policies and by implementing many other financial system improvements, I have reinforced our commitment to bring the state's financial systems into compliance with national standards. I am proud of my administration's accomplishment in this area.

I would like to extend my appreciation to all the people in each state agency whose cooperation made this report possible.

JOHN SPELLMAN
Governor

JOE TALLER
Director

STATE OF WASHINGTON
OFFICE OF FINANCIAL MANAGEMENT
Insurance Building, M.S. AQ-44 • Olympia, Washington 98504 • (206) 753-5450

December 21, 1984

MEMORANDUM

TO: The Honorable John Spellman, Governor
and Members of the Legislature

FROM: Joe Taller, Director Joe Taller

SUBJECT: 1984 ANNUAL FINANCIAL REPORT

In accordance with Chapter 43.88 RCW, it is my pleasure to transmit to you the "Annual Financial Report" of the state of Washington for the fiscal year ended June 30, 1984. This report has been prepared in conformance with generally accepted accounting principles (GAAP) by my staff with the assistance of all state agencies. This report reflects the continued improvement of the financial position of the state of Washington as evidenced by the $77.0 million or 35.8 percent improvement in the General Fund equity from Fiscal Year 1983. Additional evidence of the overall improvement is the increase in total revenue of $761.1 million or 7.9 percent and the relatively low increase in total expenditures of $242.2 million or 2.6 percent during the same time period. Continued improvement in the General Fund equity during Fiscal Year 1985 will allow the buy back of the budgeting and bookkeeping practices initiated in 1971.

The State Auditor has performed an examination, in accordance with generally accepted auditing standards, of the financial statements. His opinion is in a separate letter presented herein.

The accompanying 1984 Annual Financial Report is a general purpose financial statement prepared in conformance with generally accepted accounting principles applicable to government units as promulgated by the American Institute of Certified Public Accountants and the Governmental Accounting Standards Board (GASB). The state of Washington fully supports the efforts of the Governmental Accounting Standards Board (GASB) and will continue to promulgate accounting principles in accordance with its pronouncements as they are released. This report represents the third audited state of Washington Annual Financial Report.

Report Structure

This 1984 Annual Financial Report is comprised of three sections as recommended by the National Council on Governmental Accounting (NCGA); an introductory

section, which provides an introduction and a summary of condensed statewide data; a combined financial statements section, which provides formal audited financial statements and explanatory notes, and a statistical section, which provides unaudited supplementary demographic and economic data that provides information regarding the general economic condition of the state.

Major Responsibilities

Office of Financial Management - The Office of Financial Management is responsible for providing financial policy guidelines, developing of the Governor's Budget, collecting financial data from individual agencies, development and enforcement of allotment control procedures, and compiling financial statements in conformance with generally accepted accounting principles.

State Auditor - The State Auditor, an elected official, independent from the issuance of accounting policies or operation of the state financial systems, is responsible for annually auditing the statewide combined financial statements prepared by state agencies and the Office of Financial Management and performing post-audits of state agencies and local government entities.

State Treasurer - The State Treasurer, an elected official, is responsible for formulating and executing policy for the management of the State Treasury and related financial resources of the state of Washington.

State Agencies - Agency directors are responsible for administering their agencies in accordance with legislative mandates and presenting the general ledger trial balance, which includes individual accounting entries, and reports of revenues, expenditures, and fixed assets.

Financial Summary

During Fiscal Year 1984, the economic outlook for the state of Washington improved substantially. Due to this improvement, the equity of the General Fund increased by $77.0 million or 35.8 percent. In addition, revenues increased by $761.1 million or 7.9 percent while expenditures were held to a relatively low increase of $242.2 million or 2.6 percent. The following summary presents a comparison change in fund equity, revenues, and expenditures for Fiscal Years 1983 and 1984.

Fund Equity (millions)	FY 1984	FY 1983	Incr/(Decr)
General Fund	$ (138.2)	$ (215.2) 1/	$ 77.0
Special Revenue Funds	330.6	171.2 1/	159.4
Debt Service Funds	61.2	53.5	7.7
Capital Project Funds	105.6	52.9 1/	52.7
Enterprise Funds	376.2	594.4	(218.2)
Internal Service Funds	130.4	109.0	21.4
Trust and Agency Funds	6,033.8	5,197.6	836.2
TOTAL	$ 6,899.6	$5,963.4	$ 936.2

Revenues (millions)	FY 1984	FY 1983	Incr/(Decr)
Taxes	$ 4,340.5	$3,788.2	$ 552.3
Licenses, Permits and Fees	220.3	216.4	3.9
Federal Grants-in-Aid	1,544.7	1,586.4 2/	(41.7)
Charges for Services	592.3	518.5	73.8
Contributions for Pensions Unemployment Comp. & Workmen's Compensation	1,648.1	1,665.7 2/	(17.6)
Sales of Merchandise	339.4	346.3	(6.9)
Misc. and Non-Operating	1,736.7	1,539.4	197.3
TOTAL	$10,422.0	$9,660.9	$ 761.1

Expenditures/Expenses (millions)	FY 1984	FY 1983	Incr/(Decr)
General Government	$ 1,843.0	$1,672.3	$ 170.7
Human Resources	3,284.6	3,252.0	32.6
Natural Resources	272.0	241.5	30.5
Transportation	729.3	793.0	(63.7)
Education	3,256.5	3,184.4	72.1
TOTAL	$ 9,385.4	$9,143.2	$ 242.2

1/ Re-stated from the 1983 Annual Financial Report to reflect re-classification of certain construction accounts in the general fund to special revenue and capital project fund categories as required by GAAP.

2/ Re-stated from the 1983 report to reflect re-classification of unemployment compensation previously classified and reported as Federal Grants-In-Aid.

Financial Management Improvements

The state of Washington, through positive action by the legislative and executive branches of government over the past years, has made a firm commitment to improve the financial management policies and operational systems of the state. This commitment is substantiated by the changes that have occurred in legislation, state administrative and financial policies, and system improvements. The following are specific accomplishments that are contributing to the state's objective of adopting national standards for the financial management of state resources:

- Generally Accepted Accounting Principles Adopted. During the 1984 Session of the Legislature, Senate Bill #4504 was enacted into law. This legislation requires that the Director of the Office of Financial Management "...shall devise and maintain a comprehensive budgeting, accounting and reporting system in conformance with generally accepted accounting principles applicable to state government." In addition, this legislation requires the publication "...within six months of the end of the fiscal year, as a matter of public record, an annual financial report that encompasses all funds and account groups of the state."

- Budgeting And Bookkeeping Practices Implemented In 1971 Which Are In Conflict With GAAP Are Being Eliminated. Currently all Revenue Act funds collected after June 30th of each fiscal year through August 10th of the following fiscal year are credited back to the previous year ending June 30th. Senate Bill #3258, enacted by the legislature and signed into law by the Governor, provides for the elimination of thirty days of this revenue charge back by the end of Fiscal Year 1985. The additional ten days will be addressed in subsequent legislative requests.

- Practice Of Using Capital Funds For Operating Purposes Eliminated. In past fiscal periods, capital funds have been budgeted and used to fund operating purposes. This practice has now been eliminated as the state continues to implement GAAP for budgeting policy.

- Cash Forecasting System Implemented. Prior to the 1981-83 biennium, the state of Washington did not have a formalized cash forecasting system. The state has now implemented a modern Cash Flow Management System, within the Office of Financial Management, that is supported by agency revenue and disbursement data which are summarized at the state level and controlled to the State Treasurer's cash requirements and balances.

- Short-Term Borrowing Eliminated. The state has reduced its short-term borrowing from $400 million in the 1981-83 Biennium to $200 million during Fiscal Year 1984. By the end of Fiscal Year 1985, loans will not be required for the state to meet its day-to-day expenses.

- Annual Financial Statements Audited. The state of Washington has for three years issued audited Annual Financial Reports prepared in conformance with generally accepted accounting principles. In addition, legislation has been enacted which mandates the publication of the Annual Financial Report within six months after the close of the fiscal period.

- Modern Accounting Systems Implemented. The state of Washington has now implemented the Agency Financial Reporting and Treasury Accounting System (AFRS/TAS) for use by individual agencies and central control agencies. This system is a modern automated general ledger system that provides the accounting functions for 122 agencies and combines the Treasurer's accounting requirements with those of the Office of Financial Management so that there is now one central accounting system for the state of Washington.

  In addition, the state is working with the Institutions of Higher Education (both 4-year and 2-year institutions) and the Department of Social and Health Services on projects that will prepare their internal accounting systems to meet the requirements of GAAP.

- Economic And Revenue Forecasting Council Established. The legislature, through enactment of ESHB #1083 in 1984, established the Economic and Revenue Forecasting Council in the Department of Revenue. This Council consists of six members, two appointed by the Governor, and two appointed from each of the political caucuses of the Senate and House of Representatives. The Council approves the official revenue forecast for the state of Washington.

  The purpose of ESHB #1083 is to increase the professional and technical expertise available to state government in this most critical area and to open up the process for input by both branches of government.

- Lagged Payroll System Implemented. To improve the accuracy and efficiency of the payroll preparation process, a ten-day lagged payroll system was implemented and has now been modified to allow twice-a-month payment of state employees' earned salaries and wages.

- Payroll System Modernized. The Central Personnel Payroll System has been modified to operate in an on-line environment. This system is used by individual agencies and has been updated to include an Automated Personnel Maintenance Register System. In addition, new personnel payroll systems have been implemented for the Institutions of Higher Education.

- Automated Property Management Systems Developed. Modern automated property management systems have been developed and made available for use by state agencies. All assets of the state with a unit value in excess of $300 are required to be included in the automated systems. In addition, all land owned by agencies of the state are required to be included in the inventory systems.

  The data from these systems are utilized in preparation of the state of Washington Annual Financial Report.

- Management Standards Developed. The Office of Financial Management developed management standards and conducted management reviews of agencies in order to improve the overall efficiency and effectiveness of agency operations. These standards were developed to address agency organizational problems, financial systems, asset management, data processing needs, communication requirements and inventory management. By applying these standards agencies can maintain modern up-to-date financial and administrative practices.

- Other Improvements.

  - The state of Washington "Financial and Administration Policies, Regulations and Procedures" is now updated at least once a year.

- A Fund Reference Manual containing descriptions of the state's 355 funds has now been released.

- Electronic transfer of employee salaries and wages to the financial institution of their choice has been implemented. Approximately 16,200 employees take advantage of this option.

- Training classes have been developed for the non-financial managers to familiarize them with the State Budgeting and Accounting Policies and Procedures. Over 600 state managers have attended this course.

Future Plans

The state of Washington is engaged in a project leading towards the publication of a Comprehensive Annual Financial Report (CAFR). This report will provide the state's financial position at the individual fund and agency level. The state is planning to present its first Comprehensive Annual Financial Report to the Government Finance Officers Association in order to obtain the Certificate of Conformance by June 1987. To accomplish this goal, the state must continue to improve its automated financial systems, consolidate the number of funds used by the state, and continue to enact legislation that moves the state's legal financial system policies into full conformance with national standards as promulgated by GASB. These activities are well under way, and it is anticipated that the state will produce a CAFR for the fiscal year ending June 30, 1985. Following the production of the second CAFR for the state of Washington, application will be made for the Certificate of Conformance.

Improving state financial policies and systems is a high priority of the governor, legislature, other statewide elected officials and agency financial managers. The following improvements are under development:

- Eliminate the remaining ten days of the budget and bookkeeping practices initiated in 1971.

- Complete the evaluation of the impact of changing the state's budgeting system to GAAP to allow final implementation in the 1987-89 Biennium.

- Develop policies to reduce the number of funds in the state's financial systems.

- Complete the development of an automated modern budgeting system that conforms to GAAP.

- Develop an automated accounts receivable subsidiary ledger for use by 122 state agencies using the AFRS/TAS system.

- Develop a labor distribution and supply inventory system for use by the 122 state agencies using the AFRS/TAS system.

- Develop and conduct training classes for state accounting and budgeting employees concerning GAAP accounting as it relates to the state of Washington accounting system.

- Continue to conduct management reviews of agencies in order to assure that modern systems and management techniques are being utilized by agencies in the performance of assigned functions.

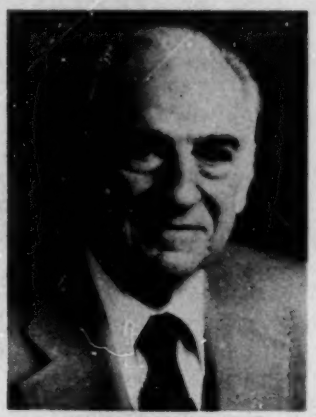
The state of Washington has dramatically improved the financial management policies and systems utilized by state agencies and institutions. These improvements have been fully supported by the legislature, elected officials, central control agency management, and agency directors. This support has significantly strengthened the fiscal position of the state of Washington.

JT:DP:rmz

STATE OF WASHINGTON
Listing of Principal Officials
As of June 30, 1984

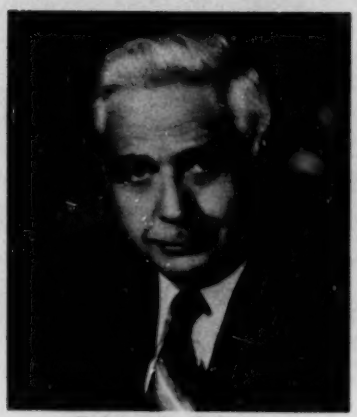
Elected Executive Officials

John Spellman
Governor



John A. Cherberg
Lieutenant Governor

Ralph Munro
Secretary of State



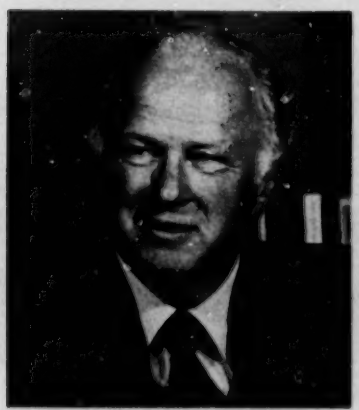
Robert S. O'Brien
Treasurer

Robert V. Graham
Auditor

Ken Eikenberry
Attorney General

Dr. Frank B. Brouillet
Superintendent of
Public Instruction

Brian Boyle
Commissioner of
Public Lands



Richard G. "Dick" Marquardt
Insurance Commissioner

ORGANIZATION OF STATE GOVERNMENT
BASED ON GUBERNATORIAL APPOINTMENT AUTHORITY

STATE OF WASHINGTON
JOHN SPELLMAN, Governor

LEGISLATIVE BRANCH

EXECUTIVE BRANCH

JUDICIAL BRANCH

COMMISSIONER OF PUBLIC LANDS
DEPARTMENT OF NATURAL RESOURCES

INSURANCE COMMISSIONER

TREASURER

ATTORNEY GENERAL

GOVERNOR

LIEUTENANT GOVERNOR

AUDITOR

SECRETARY OF STATE

SUPERINTENDENT OF PUBLIC INSTRUCTION
BOARD OF EDUCATION

EXECUTIVE APPOINTED BY THE GOVERNOR

NATURAL RESOURCES

- DEPARTMENT OF ECOLOGY*
- ENERGY OFFICE*
- DEPARTMENT OF AGRICULTURE* (INCLUDES COMMODITY COMMISSIONS)
- DEPARTMENT OF FISHERIES*
- ENERGY FACILITY SITE EVALUATION COUNCIL*
- DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT*
  - WORLD FAIR COMMISSION (EXPO '86)

GENERAL GOVERNMENT

- OFFICE OF FINANCIAL MANAGEMENT*
- DEPARTMENT OF REVENUE*
- DEPARTMENT OF GENERAL ADMINISTRATION*
- DEPARTMENT OF EMERGENCY MANAGEMENT*
- DEPARTMENT OF RETIREMENT SYSTEMS*
- LIQUOR CONTROL BOARD
- MILITARY DEPARTMENT*
- PUBLIC PRINTER*
- OFFICE OF ADMINISTRATIVE HEARINGS
- LOTTERY COMMISSION*
- OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES*

TRANSPORTATION

- WASHINGTON STATE PATROL*
- TRAFFIC SAFETY COMMISSION
- DEPARTMENT OF LICENSING* (INCLUDES REGULATORY BOARDS)

HUMAN RESOURCES

- DEPARTMENT OF SOCIAL AND HEALTH SERVICES*
- DEPARTMENT OF LABOR AND INDUSTRIES*
- DEPARTMENT OF VETERANS AFFAIRS*
- DEPARTMENT OF EMPLOYMENT SECURITY*
- DEPARTMENT OF COMMUNITY DEVELOPMENT*
- DEPARTMENT OF CORRECTIONS*
- COUNCIL ON CHILD ABUSE AND NEGLECT
- DEPARTMENT OF SERVICES FOR THE BLIND*
- GOVERNOR'S OFFICE OF INDIAN AFFAIRS
- COMMISSION ON ASIAN-AMERICAN AFFAIRS

EDUCATION

- OFFICE OF ARCHAEOLOGY AND HISTORIC PRESERVATION*
  - WASHINGTON STATE HERITAGE COUNCIL

EXECUTIVE APPOINTED BY A BOARD WHICH IS APPOINTED BY THE GOVERNOR

- STATE PARKS AND RECREATION COMMISSION
- GAME COMMISSION
  - DEPARTMENT OF GAME
- ENVIRONMENTAL HEARINGS OFFICE
  - POLLUTION CONTROL HEARINGS BOARD
  - SHORELINES HEARINGS BOARD
  - FOREST PRACTICES APPEALS BOARD
- STATE CONVENTION AND TRADE CENTER

- PERSONNEL BOARD
  - DEPARTMENT OF PERSONNEL
- PERSONNEL APPEALS BOARD
- PUBLIC EMPLOYMENT RELATIONS COMMISSION
- BOARD OF TAX APPEALS
- DATA PROCESSING AUTHORITY
- PUBLIC DISCLOSURE COMMISSION
- UTILITIES AND TRANSPORTATION COMMISSION*
- CEMETERY BOARD
- BOARD FOR VOLUNTEER FIREMEN
- BOARD OF ACCOUNTANCY
- GAMBLING COMMISSION
- HORSE RACING COMMISSION
- BOXING COMMISSION
- BOARD OF PHARMACY

- TRANSPORTATION COMMISSION
  - DEPARTMENT OF TRANSPORTATION
  - URBAN ARTERIAL BOARD
  - BOARD OF PILOTAGE COMMISSIONERS
- MARINE EMPLOYEES' COMMISSION

- BOARD OF PRISON TERMS AND PAROLES
- HUMAN RIGHTS COMMISSION
- BOARD OF INDUSTRIAL INSURANCE APPEALS
- HOSPITAL COMMISSION
- CORRECTIONS STANDARDS BOARD
- COMMISSION ON MEXICAN AMERICAN AFFAIRS

- COUNCIL FOR POST-SECONDARY EDUCATION
- COMMUNITY COLLEGE BOARDS OF TRUSTEES
- STATE BOARD FOR COMMUNITY COLLEGE EDUCATION
- HIGHER EDUCATION PERSONNEL BOARD
- GOVERNING BOARDS OF FOUR YEAR INSTITUTIONS OF HIGHER EDUCATION
- DEATH INVESTIGATION COUNCIL
- CENTENNIAL PARTNERSHIP CORPORATION
- ATHLETIC HEALTH CARE AND TRAINING COUNCIL

EXECUTIVE APPOINTED BY A BOARD WHICH IS, IN PART, APPOINTED BY THE GOVERNOR

- INTERAGENCY COMMITTEE FOR OUTDOOR RECREATION
- STATE CONSERVATION COMMISSION
- COLUMBIA RIVER GORGE COMMISSION

- STATE INVESTMENT BOARD
- WASHINGTON HEALTH CARE FACILITIES AUTHORITY
- STATUTE LAW COMMITTEE
- HOUSING FINANCE COMMISSION

- CRIMINAL JUSTICE TRAINING COMMISSION
- SENTENCING GUIDELINES COMMISSION

- STATE LIBRARY COMMISSION
  - STATE LIBRARY
- STATE ARTS COMMISSION
- COMMISSION FOR VOCATIONAL EDUCATION
- 1989 WASHINGTON CENTENNIAL COMMISSION
- HIGHER EDUCATION FACILITIES AUTHORITY

EXECUTIVE APPOINTED BY A BOARD WHICH IS NOT APPOINTED BY THE GOVERNOR

- COUNTY ROAD ADMINISTRATION BOARD

- WASHINGTON STATE HISTORICAL SOCIETY
- EASTERN WASHINGTON STATE HISTORICAL SOCIETY
- STATE CAPITAL HISTORICAL ASSOCIATION

GOVERNOR SERVES ON A BOARD BUT THE EXECUTIVE FUNCTION IS PERFORMED BY ANOTHER AGENCY

- STATE CAPITOL COMMITTEE
- STATE FINANCE COMMITTEE

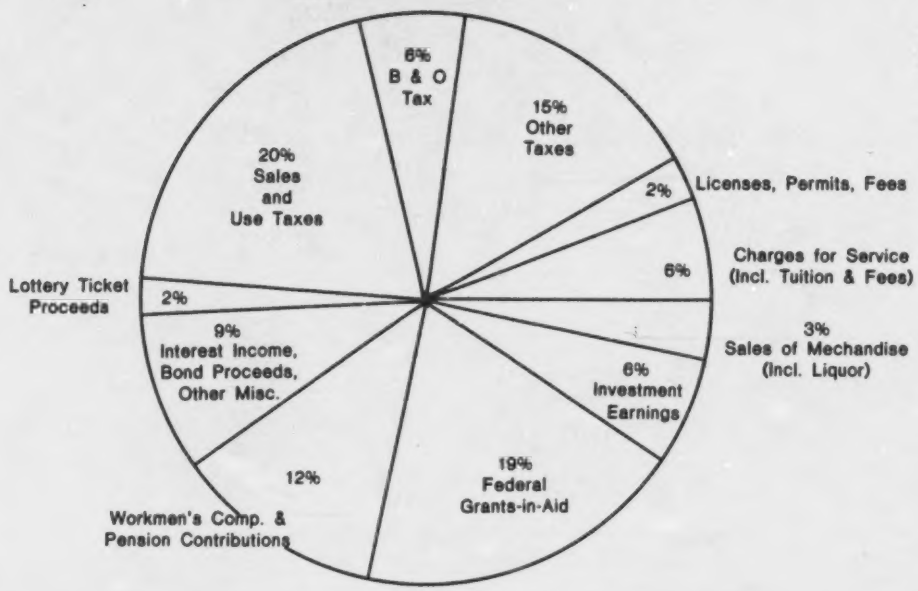
*Cabinet Agency

PREPARED BY THE OFFICE OF FINANCIAL MANAGEMENT

JULY 1984

STATE OF WASHINGTON
Actual Revenue
All Fund Types, By Source

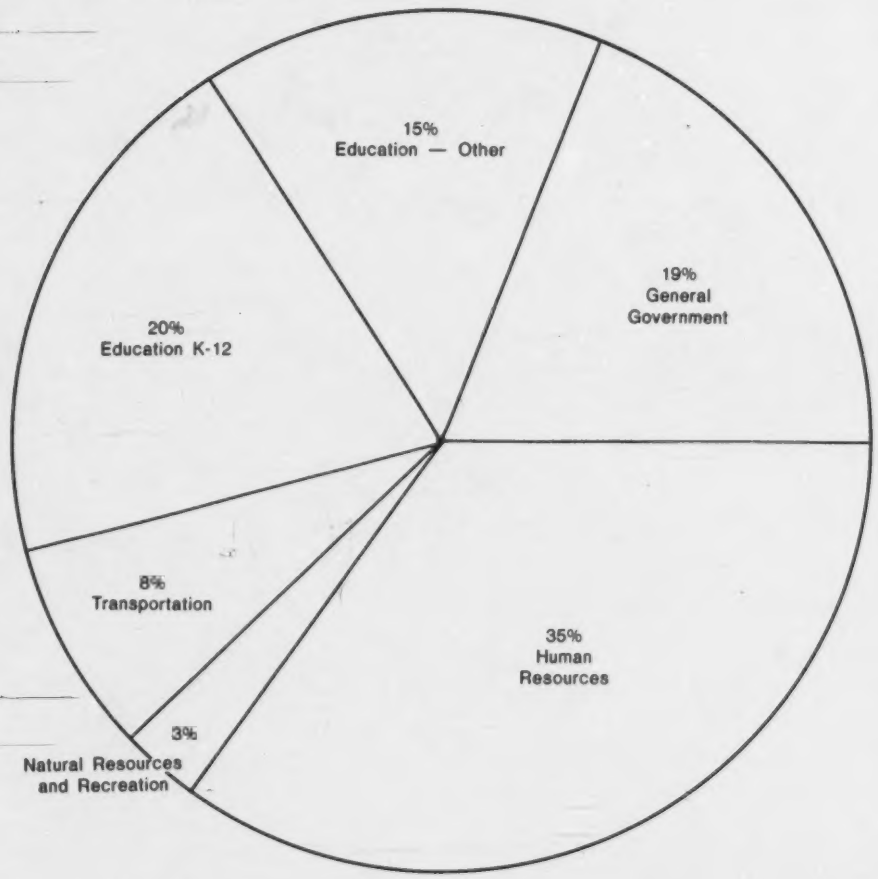
Fiscal Year Ended June 30, 1984
(Dollars in Thousands)



		$ (000's)	%
TAXES			
Sales & Use Tax		2,119,616	20%
B & O		603,084	6%
Other Taxes:		1,617,778	15%
Fuel	339,837		
Liquor, Tobacco, Amusement	213,973		
Property	472,272		
Public Utility	129,574		
Excise	318,315		
Other	143,807		
LICENSES, PERMITS & FEES		220,295	2%
FEDERAL GRANTS-IN-AID		1,959,983	19%
Labor	680,725		
Health and Human Services	671,808		
Transportation	249,006		
Other	358,444		
CHARGES FOR SERVICES		592,322	6%
Tuition & Fees	153,092		
Other	439,230		
SALES OF MERCHANDISE		339,442	3%
Liquor	231,281		
Other	108,161		
MISCELLANEOUS		2,305,721	
Investment Earnings	577,551		6%
Pension Contributions	700,837		7%
Workmen's Comp. Contribution	531,979		5%
Lottery Ticket Proceeds	164,928		2%
Other	330,426		3%
NON-OPERATING REVENUE		663,780	6%
Interest Income	204,683		
Bond Sale Proceeds	439,083		
Operating Transfers In(Out)	1,340		
Other	18,674		
Total Gross Revenues		10,422,021	100%

STATE OF WASHINGTON
Actual Expenditures/Expenses
All Fund Types
By Function

Fiscal Year Ended June 30, 1984
(Dollars in Thousands)



	$ (000's)	%
General Government	1,842,991	19%
Human Resources	3,284,588	35%
Natural Resources and Recreation	272,042	3%
Transportation	729,323	8%
Education — K-12	1,855,630	20%
Education — Other	1,400,858	15%
Total Gross Expenditures/Expenses	9,385,432	100%

STATE OF WASHINGTON
Actual Expenditures/Expenses
All Fund Types
By Object

Fiscal Year Ended June 30, 1984
(Dollars in Thousands)

		$ (000's)	%
Salaries, Wages, Employee Benefits		1,850,758	20%
K-12 Basic Education Grants		1,833,129	19%
Other Grants:		3,282,307	35%
Public Assistance	1,083,876		
Workmens' Compensation	664,620		
Unemployment Compensation	591,557		
Other	942,254		
Capital Outlays		492,023	5%
Debt Service		250,425	3%
Pension Benefits		461,500	5%
Goods, Services, Materials, Travel, Other		1,215,290	13%
Total Gross Expenditures/Expenses		9,385,432	100%

COMBINED FINANCIAL STATEMENTS

ROBERT V. GRAHAM
STATE AUDITOR

DARRELL K. RUSSELL, CPA
ASSISTANT STATE AUDITOR

The State of Washington

OFFICE OF STATE AUDITOR
LEGISLATIVE BUILDING AS-21
OLYMPIA, WASHINGTON 98504
(206) 753-5277

December 21, 1984

Auditor's Opinion

The Honorable John Spellman
Governor, State of Washington

Dear Governor Spellman:

We have examined the combined financial statements of the state of Washington as of and for the fiscal year ended June 30, 1984.

Except as set forth in the following paragraphs, our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

Due to inadequate accounts receivable subsidiary ledger systems at the Department of Social and Health Services, we could not confirm or verify by other means 76 percent of net Other Receivables in the General Fund. These Other Receivables relate to amounts in Accrued Liabilities, Due to Other Governments and Deferred Revenue.

The accounting system at the Department of Revenue does not adequately record and report inventory tax credits in accordance with generally accepted accounting principles. As a result, we are unable to express an opinion on Tax Credits in the General Fund.

As disclosed in Note III.Q., current and long-term workers' compensation benefits payable, in the amounts of $340 million and $1.5 billion, respectively, represent the current liability and present value of future liabilities. These amounts were determined by Department of Labor and Industries' actuaries and were not substantiated by an independent certified actuary or by alternative audit procedures.

The Department of Retirement Systems' actuarial determinations disclosed in Note V were developed by the Acting State Actuary. An opinion of an independent certified actuary was not obtained, and alternative audit procedures were not applied to substantiate amounts disclosed in this note to the financial statements.

The records, books and accounts of the Department of General Administration do not adequately record or support financial balances of the Central Stores Revolving Fund, Surplus Property Revolving Fund and Donable Foods Revolving Fund. The financial balances of these funds represent 10 percent

of total assets and 22 percent of total liabilities reported on the Combined Balance Sheet for internal service funds. These funds also represent 44 percent of sales and 42 percent of cost of goods sold reported on the Combined Statement of Revenues, Expenses and Changes in Fund Equity for internal service funds. Because we were unable to satisfy ourselves by appropriate audit tests, or by other means as a result of inadequate records, we are unable to express an opinion on the state's combined financial statements for the internal service funds.

As discussed in Note III.G. to the financial statements, the state of Washington is in the process of establishing appropriate records for general fixed assets. Due to a combination of inadequate fixed asset accounting records, valuation of donated assets at other than fair market value on the date of donation and not accounting for lease agreements in accordance with NCGA Statement 5, we were unable to satisfy ourselves as to the balances in the general fixed assets account group.

As discussed in Note VIII, summary of significant litigation, the state of Washington is defendant in certain legal proceedings. The outcome of the lawsuits cannot presently be determined, and thus no provision for any liability that may result has been made in the financial statements.

We did not audit statistical and economic data presented in this report and, accordingly, we do not state an opinion thereon.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to perform sufficient auditing procedures as explained in paragraphs 3 through 6; and except for the combined financial statements for internal service funds and general fixed asset account group on which we express no opinion as explained in paragraphs 7 and 8; and subject to the effects on the financial statements of such adjustments, if any, as might have been required had the outcome of the litigation referred to in paragraph 9 been known, the financial statements referred to above present fairly the financial position of the state of Washington as of June 30, 1984, and the results of its operations and the changes in its financial position for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The accompanying Schedules are presented for the purpose of additional analysis and are not a required part of the combined financial statements of the state of Washington. Such information has been subjected to the auditing procedures applied in the examination of the financial statements referred to in paragraph 1 and, in our opinion, is fairly stated in all material respects to the financial statements taken as a whole.

Very truly yours,

Robert V. Graham

ROBERT V. GRAHAM
STATE AUDITOR

RVG:sg

STATE OF WASHINGTON
Combined Balance Sheet — All Fund Types and Account Groups
GAAP Basis
June 30, 1984

Assets:	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Project
Cash and Pooled Investments	$ 167,286,231	$ 409,568,914	$ 51,926,265	$ 122,753,081
Investments	2,609,881	7,938,393	7,053,949	337,275
Deferred Investment Losses	.....	.....	.....	.....
Receivables (Net of Allowance)				
Taxes	447,022,094	3,021,051	.....	.....
Other	90,091,616	37,179,744	1,396,136	1,154,643
Due from Other Funds	159,140,031	89,837,659	5,309,797	1,169,290
Due from Other Governments	119,346,876	60,244,837	.....	33,208
Inventory	7,969,971	16,575,499	.....	.....
Prepaid Expenses & Deferred Charges	.....	.....	.....	.....
Long-Term Receivables	71,911,409	8,641,689	.....	.....
Land	.....	.....	.....	.....
Buildings	.....	.....	.....	.....
Accumulated Depreciation	.....	.....	.....	.....
Other Improvements and Miscellaneous	.....	.....	.....	.....
Accumulated Depreciation	.....	.....	.....	.....
Machinery & Equipment	.....	.....	.....	.....
Accumulated Depreciation	.....	.....	.....	.....
Construction in Progress	.....	.....	.....	.....
Amount Available—Debt Service	.....	.....	.....	.....
Amount to be Provided—Long-Term Debt	.....	.....	.....	.....
Total Assets	$ 1,065,378,109	$ 633,007,786	$ 65,686,147	$ 125,447,497
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	$ 148,158,432	$ 21,214,333	.....	$ 5,081,410
Short-Term Loans Payable	200,000,000	.....	.....	.....
Contracts Payable	555,632	2,257,570	.....	6,974,889
Accrued Liabilities	56,082,460	28,537,269	1,837,004	102,027
Matured Bond Payable	.....	.....	.....	
Due to Other Funds	130,358,402	33,470,718	.....	1,356,577
Due to Other Governments	19,550,291	9,451,370	.....	.....
Deferred Revenue	638,921,020	155,529,468	2,658,947	97,619
Deposits & Retainage Payable	9,981,598	51,920,032	.....	6,196,073
Current Workers' Comp. Benefits Payable	.....	.....	.....	.....
Long-Term Workers' Comp. Benefits Payable	.....	.....	.....	.....
Bonds Payable	.....	.....	.....	.....
Other Long-Term Obligations	.....	.....	.....	.....
Total Liabilities	1,203,607,835	302,380,760	4,495,951	19,808,595
Fund Equity:				
Contributed Capital	.....	.....	.....	.....
Investment in General Fixed Assets	.....	.....	.....	.....
Retained Earnings:				
Reserved	.....	.....	.....	.....
Unreserved	.....	.....	.....	.....
Fund Balances (Deficit)				
Reserved for:				
Encumbrances	111,030,041	75,441,957	.....	70,444,020
Inventory	7,969,971	16,575,499	.....	.....
Restricted Accounts	14,122,971	.....	.....	.....
Non-Expendable Trust Corpus	.....	.....	.....	.....
Unemployment Compensation	.....	.....	.....	.....
Retirement Systems	.....	.....	.....	.....
Other Specific Purposes	51,946,187	20,596,150	.....	.....
Unreserved:				
Designated for Debt Services	.....	.....	61,190,196	.....
Other Designated Fund Balance	.....	293,573	.....	35,194,882
Undesignated Balance (Deficit)	(323,298,896)	217,719,847	.....	.....
Total Fund Equity (Deficit)	(138,229,726)	330,627,026	61,190,196	105,638,902
Total Liabilities and Fund Balances	$ 1,065,378,109	$ 633,007,786	$ 65,686,147	$ 125,447,497

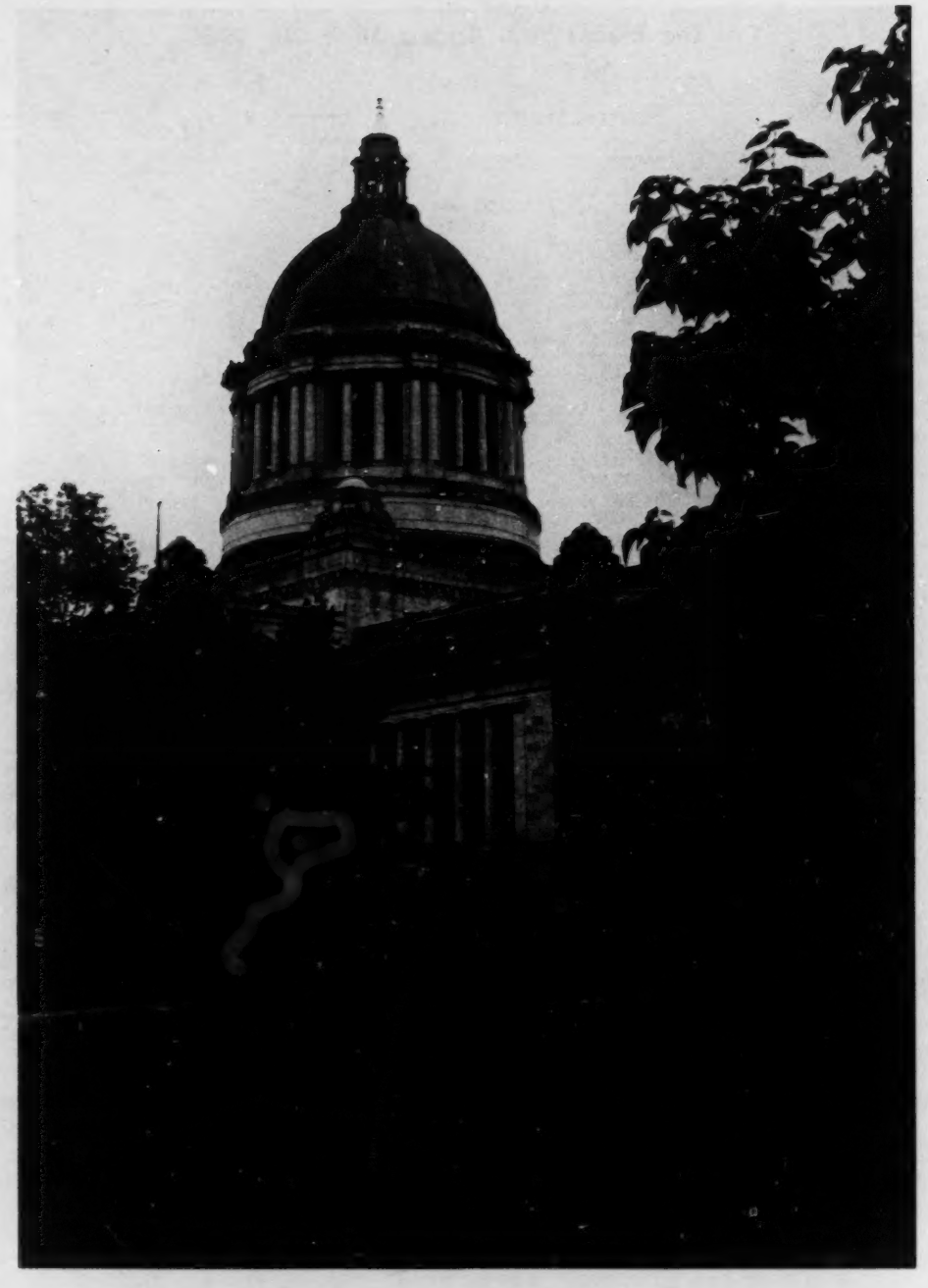
The Notes to the Financial Statements Are an Integral Part of This Statement

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals Memorandum Only	
Enterprise	Internal Service	Trust And Agency	General Fixed Assets	General Long-Term Obligations	Total June 30, 1984	Total June 30, 1983
$ 185,924,226	$ 53,455,371	$ 249,872,238	.....	.....	$ 1,240,786,326	$ 856,860,150
1,841,123,706	1,607,283	5,514,803,404	.....	.....	7,375,473,891	6,610,195,742
.....	.....	295,430,549	.....	.....	295,430,549	254,171,061
1,841,724	.....	12,712,666	.....	.....	464,597,535	428,257,486
159,562,319	17,372,956	295,753,808	.....	.....	602,511,222	629,830,587
19,334,573	15,401,587	21,520,685	.....	.....	311,713,622	329,152,227
220,624	1,720,399	8,898,660	.....	.....	190,464,604	137,920,254
49,170,559	15,636,151	3,216,242	.....	.....	92,568,422	91,269,839
3,504,908	139,997	.....	.....	.....	3,644,905	888,338
435,000	.....	2,396,781	.....	.....	83,384,879	92,731,273
2,310,588	321,001	.....	269,852,481	.....	272,484,070	260,389,973
261,821,380	2,618,590	.....	1,449,983,812	.....	1,714,423,782	1,550,074,382
(105,882,294)	(108,669)	.....	(507,462,736)	.....	(613,453,699)	(499,350,214)
138,371,301	1,984,206	.....	213,544,816	.....	353,900,323	206,831,441
(3,514,655)	(426,757)	.....	(4,085,160)	.....	(8,026,572)	(1,689,523)
210,253,848	148,802,756	.....	446,443,475	.....	805,500,079	676,143,930
(50,924,439)	(80,356,969)	.....	(257,026,706)	.....	(388,308,114)	(353,286,729)
7,452,277	10,431	.....	117,291,398	.....	124,754,106	103,894,173
.....	.....	.....	.....	61,190,196	61,190,196	53,519,061
.....	.....	.....	.....	2,247,756,770	2,247,756,770	1,970,096,723
$ 2,721,005,645	$ 178,178,333	$ 6,404,605,033	$ 1,728,541,380	$ 2,308,946,966	$ 15,230,796,896	$ 13,397,900,174
$ 30,619,355	$ 15,898,721	$ 66,924,759	.....	.....	$ 287,897,010	$ 389,345,225
.....	.....	.....	.....	.....	200,000,000	11,250
708,396	5,564,483	118,034	.....	.....	16,179,004	38,271,406
44,522,587	6,921,924	64,234,222	.....	.....	202,237,493	332,442,429
5,339,000	40,000	.....	.....	.....	5,379,000	962,647
53,502,235	5,219,583	87,806,107	.....	.....	311,713,622	329,152,227
414	.....	102,221,984	.....	.....	131,224,059	68,046,714
22,277,595	4,426,405	34,797,053	.....	.....	858,708,107	775,554,407
18,238,205	1,049,977	14,352,343	.....	.....	101,738,228	92,089,170
339,600,000	.....	.....	.....	.....	339,600,000	367,688,143
1,495,792,361	.....	.....	.....	.....	1,495,792,361	1,424,147,204
236,210,000	460,000	.....	.....	2,282,408,310	2,519,078,310	2,160,851,216
97,997,595	8,217,963	372,566	.....	26,538,656	133,126,780	28,930,597
2,344,807,743	47,799,056	370,827,068	.....	2,308,946,966	6,602,673,974	6,007,492,635
302,670,450	20,431,078	.....	.....	.....	323,101,528	282,220,271
.....	.....	.....	1,728,541,380	.....	1,728,541,380	1,426,924,430
102,777,822	92,412	.....	.....	.....	102,870,234	238,049,293
(29,250,370)	109,855,787	.....	.....	.....	80,605,417	184,446,416
.....	.....	478,853	.....	.....	257,394,871	138,314,874
.....	.....	3,216,242	.....	.....	27,761,712	25,723,941
.....	.....	.....	.....	.....	14,122,971	37,272,589
.....	.....	429,166,260	.....	.....	429,166,260	389,263,374
.....	.....	47,847,025	.....	.....	47,847,025	54,873,950
.....	.....	5,445,972,255	.....	.....	5,445,972,255	4,750,081,338
.....	.....	81,704,304	.....	.....	154,246,641	147,020,184
.....	.....	.....	.....	.....	61,190,196	53,519,061
.....	.....	2,093,092	.....	.....	37,581,547	47,876,293
.....	.....	23,299,934	.....	.....	(82,279,115)	(385,178,475)
376,197,902	130,379,277	6,033,777,965	1,728,541,380	.....	8,628,122,922	7,390,407,539
$ 2,721,005,645	$ 178,178,333	$ 6,404,605,033	$ 1,728,541,380	$ 2,308,946,966	$ 15,230,796,896	$ 13,397,900,174

STATE OF WASHINGTON
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance
All Governmental Fund Types and Expendable Trust Funds
GAAP Basis
For the Fiscal Year Ended June 30, 1984

	Governmental Fund Types				Fiduciary Fund Type	Totals Memorandum Only	
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	Year Ended June 30, 1984	Year Ended June 30, 1983
Revenues:							
Taxes	$ 3,932,105,254	$ 348,681,770	$ 111,065,697	.....	.....	$ 4,391,852,721	$ 3,810,831,357
Less: Tax Credits	(75,622,835)	.....	.....	.....	.....	(75,622,835)	(45,874,836)
Net Tax Collections	3,856,482,419	348,681,770	111,065,697	.....	.....	4,316,229,886	3,764,956,521
Licenses, Permits & Fees	36,281,142	176,923,186	.....	.....	.....	213,204,328	209,362,504
Federal Grants-In-Aid	831,951,349	503,559,251	164,258	1,295,204	199,957,312	1,536,927,374	2,179,120,090
Charges for Services	129,023,212	132,688,489	3,040,508	15,527,889	3,750,256	284,030,354	247,058,852
Unemployment Comp. Contributions	.....	.....	.....	.....	415,302,671	415,302,671	N/A
Workers' Compensation Contributions	.....	.....	.....	.....	103,626,191	103,626,191	58,973,917
Miscellaneous Revenue	120,195,731	163,497,586	19,537,221	17,252,210	36,450,461	356,933,209	322,857,649
Total Revenue	4,973,933,853	1,325,350,282	133,807,684	34,075,303	759,086,891	7,226,254,013	6,782,329,533
Expenditures:							
Current:							
General Government	521,948,653	136,608,083	.....	28,123	893,375	659,478,234	543,931,468
Human Resources	1,752,987,994	140,385,832	.....	658,553	683,663,460	2,577,695,839	2,618,612,085
Natural Resources & Recreation	118,072,096	117,630,311	.....	2,922,497	553,091	239,177,995	204,164,246
Transportation	16,212,123	345,134,049	.....	133,586	.....	361,479,758	354,415,989
Education	2,488,210,728	347,089,208	.....	3,458,867	49,687,588	2,888,446,391	2,801,936,587
Capital Outlay	41,731,034	331,967,728	.....	117,755,460	568,400	492,022,622	618,378,324
Debt Service	13,384,537	620,625	235,780,163	561,302	78,491	250,425,118	196,659,632
Total Expenditures	4,952,547,165	1,419,435,836	235,780,163	125,518,388	735,444,405	7,468,725,957	7,338,098,331
Excess of Revenues Over (Under) Expenditures	21,386,688	(94,085,554)	(101,972,479)	(91,443,085)	23,642,486	(242,471,944)	(555,768,798)
Other Financing Sources (Uses):							
Bond Sale Proceeds	.....	284,849,010	.....	154,234,300	.....	439,083,310	237,053,000
Operating Transfers In & (Out)	29,834,504	(12,898,858)	110,865,050	(12,294,828)	(8,791,436)	106,714,432	103,537,324
Capital Lease Acquisitions	1,235,584	1,163,412	.....	345,000	.....	2,743,996	2,895,267
Total Other Financing Sources (Uses)	31,070,088	273,113,564	110,865,050	142,284,472	(8,791,436)	548,541,738	353,485,591
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	52,456,776	179,028,010	8,892,571	50,841,387	14,851,050	306,069,794	(212,283,207)
GAAP Beginning Fund Balance (Deficit)	(165,714,534)	126,140,823	53,519,061	48,531,472	58,271,126	120,747,948	737,263,293
Adjustment to Beginning Balance	(26,972,171)	19,569,409	(663,281)	6,307,440	84,362,529	82,603,926	(370,823,228)
Corrected Beginning Fund Balance (Deficit)	(192,686,705)	145,710,232	52,855,780	54,838,912	142,633,655	203,351,874	366,440,065
Transfers of Fund Balance	765,908	5,747,268	(558,155)	.....	(445,164)	5,509,857	N/A
Changes in Reserves	1,234,295	141,516	.....	(41,397)	1,599,909	2,934,323	(33,408,910)
GAAP Ending Fund Balance (Deficit)	($ 138,229,726)	$ 330,627,026	$ 61,190,196	$ 105,638,902	$ 158,639,450	$ 517,865,848	$ 120,747,948

The Notes to the Financial Statements Are an Integral Part of This Statement



STATE OF WASHINGTON
Combined Statement of Revenues, Expenses, and Changes in Fund Equity
All Proprietary Fund Types and Similar Trust Funds
GAAP Basis
For the Fiscal Year Ended June 30, 1984

	Proprietary Fund Types		Fiduciary Fund Types		Totals Memorandum Only	
	Enterprise	Internal Service	Nonexpendable Trust	Pension Trust	Year Ended June 30, 1984	Year Ended June 30, 1983
Operating Revenues:						
Sales	$ 252,414,528	$ 87,027,039	.....	.....	$ 339,441,567	$ 346,343,262
Less: Cost of Goods Sold	195,827,755	74,098,001	.....	.....	269,925,756	274,985,331
Gross Profit	56,586,773	12,929,038	.....	.....	69,515,811	71,357,931
Charges for Services	148,258,157	159,991,483	42,517	.....	308,292,157	271,480,183
Earnings on Investments	.....	.....	9,833,524	469,712,623	479,546,147	439,808,235
Pension Contributions	.....	.....	.....	695,325,915	695,325,915	691,435,886
Workers' Compensation Contributions	426,694,991	.....	.....	.....	426,694,991	305,757,890
Lottery Ticket Proceeds	164,927,424	.....	.....	.....	164,927,424	200,117,209
Miscellaneous Revenue	93,733,401	3,167,220	20,402,741	455,391	117,758,753	88,899,834
Total Operating Revenue	890,200,746	176,087,741	30,278,782	1,165,493,929	2,262,061,198	2,068,857,168
Operating Expenses:						
Salaries and Wages	134,263,527	65,831,887	.....	45,148	200,140,562	170,654,887
Personal Services	12,722,984	1,310,676	.....	7,173,703	21,207,363	15,381,274
Goods and Services	100,996,398	67,476,149	.....	449,175	168,921,722	169,332,681
Travel	5,289,508	1,454,058	.....	1,631	6,745,197	6,203,830
Employee Benefits	28,535,889	14,649,774	.....	8,614	43,194,277	36,194,514
Workers' Compensation Benefits	576,022,421	.....	.....	.....	576,022,421	520,098,575
Grants and Subsidies	74,293,868	86,032	.....	.....	74,379,900	96,202,045
Depreciation and Amortization	36,639,006	14,766,200	.....	.....	51,405,206	21,312,494
Pension Benefit Payments	.....	.....	.....	461,500,114	461,500,114	456,996,473
Miscellaneous Expenses	1,844,528	1,277,869	.....	.....	3,122,397	2,996,956
Total Operating Expenses	970,608,129	166,852,645	.....	469,178,385	1,606,639,159	1,495,373,729
Operating Income	(80,407,383)	9,235,096	30,278,782	696,315,544	655,422,039	573,483,439
Nonoperating Revenues (Expenses):						
Other Revenue	217,180	784,502	14,915,709	12,890	15,930,281	92,089,076
Interest Income	192,530,757	12,151,705	.....	.....	204,682,462	195,774,187
Interest Expense	(14,824,366)	(1,186,813)	.....	.....	(16,011,179)	(9,088,935)
Liquor Profits Distributed to Local Govt.	(24,129,531)	.....	.....	.....	(24,129,531)	(25,652,220)
Total Nonoperating Revenues (Expenses)	153,794,040	11,749,394	14,915,709	12,890	180,472,033	253,122,108
Income Before Operating Transfers	73,386,657	20,984,490	45,194,491	696,328,434	835,894,072	826,605,547
Operating Transfers In (Out)	(101,049,709)	(499,809)	(3,386,987)	(437,517)	(105,374,022)	(96,607,760)
Net Income	(27,663,052)	20,484,681	41,807,504	695,890,917	730,520,050	729,997,787
Beginning Fund Equity (Deficit)	594,359,104	109,028,086	389,266,633	4,750,081,338	5,842,735,161	4,792,938,811
Adjustments to Beginning Equity	(231,156,088)	(823,550)	(1,907,877)	.....	(233,887,515)	231,538,048
Corrected Beginning Fund Equity (Deficit)	363,203,016	108,204,536	387,358,756	4,750,081,338	5,608,847,646	5,024,476,859
Transfers of Fund Equity	(5,762,068)	252,211	.....	.....	(5,509,857)	N/A
Contributions of Capital	46,420,006	1,437,849	.....	.....	47,857,855	88,260,515
Ending Fund Equity (Deficit)	$ 376,197,902	$ 130,379,277	$ 429,166,260	$ 5,445,972,255	$ 6,381,715,694	$ 5,842,735,161

The Notes to the Financial Statements Are an Integral Part of This Statement

STATE OF WASHINGTON
Combined Statement of Changes in Financial Position
All Proprietary Fund Types and Similar Trust Funds
GAAP Basis
For the Fiscal Year Ended June 30, 1984

	Proprietary Fund Types		Fiduciary Fund Types		Memorandum Only
Sources of Working Capital:	Enterprise	Internal Service	Nonexpendable Trust	Pension Trust	Total June 30, 1984
Operations:					
Operating Income (Loss)	($ 80,407,383)	$ 9,235,096	$ 30,278,782	$ 696,315,544	$ 655,422,039
Items Not Requiring Working Capital in the Current Period:					
Depreciation and Amortization	36,639,006	14,766,200	.....	.....	51,405,206
Working Capital Provided-Operations	(43,768,377)	24,001,296	30,278,782	696,315,544	706,827,245
Increases in Long-Term Obligations	199,087,944	7,175,848	42,909	.....	206,306,701
Interest Income	192,530,757	12,151,705	.....	.....	204,682,462
Other Revenue	217,180	784,502	14,915,709	12,890	15,930,281
Contributions of Capital	46,420,006	1,437,849	.....	.....	47,857,855
Disposal of Fixed Assets	53,844,008	1,208,074	.....	.....	55,052,082
Total Sources of Working Capital	448,331,518	46,759,274	45,237,400	696,328,434	1,236,656,626
Uses of Working Capital					
Acquisition of Fixed Assets	99,752,552	26,496,026	.....	.....	126,248,578
Decreases in Long-Term Obligations	36,124,417	8,200,243	682	.....	44,325,342
Increase in Long-Term Receivables	435,000	.....	.....	.....	435,000
Interest Expense	14,824,366	1,186,813	.....	.....	16,011,179
Transfers of Fund Equity	5,762,068	(252,211)	.....	.....	5,509,857
Operating Transfers (Net)	101,049,709	499,809	3,386,987	437,517	105,374,022
Distribution of Liquor Profits	24,129,531	.....	.....	.....	24,129,531
Total Uses of Working Capital	282,077,643	36,130,680	3,387,669	437,517	322,033,509
Net Increase (Decrease) in Working Capital Before Adjustments	166,253,875	10,628,594	41,849,731	695,890,917	914,623,117
Prior Year Adjustments Effecting Working Capital:					
Investments	(90,516,436)	.....	.....	.....	(90,516,436)
Accruals	(35,617,765)	(747,856)	.....	.....	(36,365,621)
Fixed Assets	(13,539,133)	252,038	2,000	.....	(13,285,095)
Long-Term Obligations	2,475,000	152,336	.....	.....	2,627,336
Other	1,318,405	(75,694)	(1,907,877)	.....	(665,166)
Net Increase (Decrease) in Working Capital After Adjustments	$ 30,373,946	$ 10,209,418	$ 39,943,854	$ 695,890,917	$ 776,418,135
Elements of Net Increase (Decrease) in Working Capital					
Current Assets:					
Cash and Pooled Investments	$ 9,714,518	$ 6,536,933	$ 13,972,348	($ 35,179,709)	($ 4,955,910)
Investments	60,828,089	(3,426,717)	29,476,330	667,741,630	754,619,332
Deferred Investment Losses	.....	.....	.....	41,259,488	41,259,488
Receivables (Net of Allowances)	8,271,063	3,284,008	(3,202,512)	11,850,755	20,203,314
Due from Other Funds	(14,214,611)	(1,822,926)	(2,610,170)	(456,332)	(19,104,039)
Due from Other Governments	191,097	(51,322)	.....	.....	139,775
Inventories	(1,768,468)	1,086,892	.....	.....	(681,576)
Prepaid Expenses	2,677,978	44,805	.....	.....	2,722,783
Total Current Assets	65,699,666	5,651,673	37,635,996	685,215,832	794,203,167
Current Liabilities:					
Accounts Payable	(9,576,962)	(83,100)	.....	2,000,694	(7,659,368)
Contracts & Retainage Payable	432,195	3,071,250	.....	.....	3,503,445
Accrued Liabilities	20,939,156	362,416	12,456	(2,066)	21,311,962
Matured Bond & Interest Payable	2,060,000	(20,000)	.....	.....	2,040,000
Due to Other Funds	(16,335,910)	(10,843,820)	268,730	259,031	(26,651,969)
Due to Other Governments	(139,844)	.....	.....	.....	(139,844)
Deferred Revenue	(13,332,053)	3,030,919	(2,589,044)	(12,718,599)	(25,608,777)
Deposits Payable	(1,279,066)	(75,410)	.....	(214,145)	(1,568,621)
Current Workmen's Comp. Benefits Payable	52,558,204	.....	.....	.....	52,558,204
Total Current Liabilities	35,325,720	(4,557,745)	(2,307,858)	(10,675,085)	17,785,032
Net Increase (Decrease) in Working Capital	$ 30,373,946	$ 10,209,418	$ 39,943,854	$ 695,890,917	$ 776,418,135

The Notes to the Financial Statements Are an Integral Part of This Statement

STATE OF WASHINGTON
Interim Combined Statement of Revenues, Expenditures, and Changes in Fund Balance Budget (Non-GAAP Budgetary Basis) and Actual
All Budgeted Governmental Fund Types
For the Fiscal Year Ended June 30, 1984

	General Fund				Special Revenue Funds			
	Budgeted Amounts For Biennium Ended 6-30-85	Actual For Fiscal Year Ended 6-30-84	Uncollected/Unspent Budget For Biennium Ended 6/30/85 Dollars	%	Budgeted Amounts For Biennium Ended 6-30-85	Actual For Fiscal Year Ended 6-30-84	Uncollected/Unspent Budget For Biennium Ended 6/30/85 Dollars	%
Revenues:								
Taxes	.....	$ 3,918,167,583	N/A	.....	.....	$ 345,141,277	N/A	.....
Less: Tax Credits	.....	(75,588,507)	N/A	.....	.....	.....	N/A	.....
Net Tax Collections	$ 7,926,785,316	3,842,579,076	$ 4,084,206,240	51.5%	$ 649,520,023	345,141,277	$ 304,378,746	46.9%
Licenses, Permits & Fees	76,218,670	36,320,960	39,897,710	52.3%	362,850,032	176,817,068	186,032,964	51.3%
Federal Grants-In-Aid	1,952,978,523	833,593,747	1,119,384,776	57.3%	718,806,889	501,924,848	216,882,041	30.2%
Charges for Services	300,396,596	148,098,523	152,298,073	50.7%	174,910,652	132,307,549	42,603,103	24.4%
Miscellaneous Revenue	393,405,637	147,133,533	246,272,104	62.6%	182,508,549	156,408,580	26,099,969	14.3%
Total Revenue	10,649,784,742	5,007,725,839	5,642,058,903	53.0%	2,088,596,145	1,312,599,322	775,996,823	37.2%
Expenditures:								
Current:								
General Government	1,084,991,721	540,114,582	544,877,139	50.2%	266,666,511	129,935,730	136,730,781	51.3%
Human Resources	3,910,439,014	1,913,120,746	1,997,318,268	51.1%	120,696,746	66,123,468	54,573,278	45.2%
Natural Resources & Recreation	773,842,354	211,906,941	561,935,413	72.6%	59,273,127	27,926,727	31,346,400	52.9%
Transportation	40,920,768	17,067,839	23,852,929	58.3%	531,537,474	213,898,586	317,638,888	59.8%
Education	5,263,332,447	2,540,005,023	2,723,327,424	51.7%	153,277	11,488	141,789	92.5%
Capital Outlay	414,885,729	150,709,571	264,176,158	63.7%	1,228,358,819	482,470,818	745,888,001	60.7%
Debt Service	.....	.....	.....	.....	.....	.....	.....	.....
Total Expenditures	11,488,412,033	5,372,924,702	6,115,487,331	53.2%	2,206,685,954	920,366,817	1,286,319,137	58.3%
Excess of Revenues Over (Under) Expenditures	(838,627,291)	(365,198,863)	(473,428,428)	56.5%	(118,089,809)	392,232,505	(510,322,314)	.....
Other Financing Sources (Uses):								
Bond Sale Proceeds	942,723,310	305,021,010	637,702,300	67.6%	165,000,000	91,000,000	74,000,000	44.8%
Net Operating Transfers In & (Out)	(100,879,637)	3,400,602	(104,280,239)	103.4%	(43,853,047)	(12,865,177)	(30,987,870)	70.7%
Total Other Financing Sources (Uses)	841,843,673	308,421,612	533,422,061	63.4%	121,146,953	78,134,823	43,012,130	35.5%
Excess of Revenues and Other Sources Over (Under) Expenditures & Other Uses	$ 3,216,382	(56,777,251)	$ 59,993,633		$ 3,057,144	470,367,328	($ 467,310,184)	
GAAP Beginning Fund Balance (Deficit)		(165,714,534)				126,140,823		
Adjustment to Beginning Balance		(26,972,171)				19,569,409		
Corrected Beginning Fund Balance (Deficit)		(192,686,705)				145,710,232		
Transfers of Fund Balance		765,908				5,747,268		
Changes in Reserves		1,234,295				141,516		
Non-GAAP Revenue and Expenditure Recognition Differences		109,234,027				(291,339,318)		
GAAP Ending Fund Balance (Deficit)		($ 138,229,726)				$ 330,627,026		

The Notes to the Financial Statements Are an Integral Part of This Statement

Debt Service Funds				Total All Budgeted Governmental Fund Types —Memorandum Only			
Budgeted Amounts For Biennium Ended 6-30-85	Actual For Fiscal Year Ended 6-30-84	Uncollected/Unspent Budget For Biennium Ended 6/30/85 Dollars	%	Budgeted Amounts For Biennium Ended 6-30-85	Actual For Fiscal Year Ended 6-30-84	Uncollected/Unspent Budget For Biennium Ended 6/30/85 Dollars	%
.....	$ 111,065,697	N/A	N/A	.....	$ 4,374,374,557	N/A	.....
.....	.....	N/A	N/A	.....	($ 75,588,507)	N/A	.....
$ 238,313,669	111,065,697	$ 127,247,972	53.4%	$ 8,814,619,008	4,298,786,050	$ 4,515,832,958	51.2%
.....	.....	.....	.....	439,068,702	213,138,028	225,930,674	51.5%
339,480	164,258	175,222	51.6%	2,672,124,892	1,335,682,853	1,336,442,039	50.0%
6,323,692	3,040,508	3,283,184	51.9%	481,630,940	283,446,580	198,184,360	41.1%
48,165,830	19,537,221	28,628,609	59.4%	624,080,016	323,079,334	301,000,682	48.2%
293,142,671	133,807,684	159,334,987	54.4%	13,031,523,558	6,454,132,845	6,577,390,713	50.5%
.....	.....	.....	.....	1,351,658,232	670,050,312	681,607,920	50.4%
.....	.....	.....	.....	4,031,135,760	1,979,244,214	2,051,891,546	50.9%
.....	.....	.....	.....	833,115,481	239,833,668	593,281,813	71.2%
.....	.....	.....	.....	572,458,242	230,966,425	341,491,817	59.7%
.....	.....	.....	.....	5,263,485,724	2,540,016,511	2,723,469,213	51.7%
.....	.....	.....	.....	1,643,244,548	633,180,389	1,010,064,159	61.5%
541,400,561	234,534,022	306,866,539	56.7%	541,400,561	234,534,022	306,866,539	.....
541,400,561	234,534,022	306,866,539	56.7%	14,236,498,548	6,527,825,541	7,708,673,007	54.1%
(248,257,890)	(100,726,338)	(147,531,552)	59.4%	(1,204,974,990)	(73,692,696)	(1,131,282,294)	93.9%
.....	.....	.....	.....	1,107,723,310	396,021,010	711,702,300	64.2%
254,581,103	110,865,050	143,716,053	56.5%	109,848,419	101,400,475	8,447,944	7.7%
254,581,103	110,865,050	143,716,053	56.5%	1,217,571,729	497,421,485	720,150,244	59.1%
$ 6,323,213	10,138,712	$ 3,815,499		$ 12,596,739	423,728,789	($ 411,132,050)	
	53,519,061				13,945,350		
	(663,281)				(8,066,043)		
	52,855,780				5,879,307		
	(558,155)				5,955,021		
	.....				1,375,811		
	(1,246,141)				(183,351,432)		
	$ 61,190,196				$ 253,587,496		

Note I—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The present budgeting and accounting systems maintained by the state of Washington were developed to satisfy the requirements of the Budget and Accounting Act (Chapter 43.88 RCW) passed by the legislature and signed into law in 1959. The Act specifically requires that the governor, through the Office of Financial Management, "... devise and supervise a modern and complete accounting system for each agency to the end that all revenues, expenditures, receipts, disbursements, resources and obligations of the state shall be properly and systematically accounted for. The accounting system shall include the development of accurate, timely records and reports of all financial affairs of the state. The system shall also provide for comprehensive central accounts in the Office of Financial Management." The following is a summary of the more significant policies:

A. The Financial Reporting Entity

The accompanying financial statements include financial transactions of all agencies, commissions, boards and committees of the state of Washington except:

1. Agricultural Commodity Commissions — Agricultural Commodity Commissions are exempted from the Budget and Accounting Act, and are therefore not included as part of the state reporting entity. Reports regarding financial transactions of the Agricultural Commodity Commissions may be obtained from each commission.

2. Associated Debt:

   a. The Washington Health Care Facilities Authority, a political subdivision of the state of Washington, markets bonds and other debt in the name of the "Washington Health Care Facilities Authority." The bonds are secured and repaid by the non-profit health care facilities benefiting from the bond proceeds. This debt totaling $357,940,000 at June 30, 1984 is not an obligation of the state of Washington. Additional information is available from the Washington Health Care Facilities Authority, 508 East 14th, Suite 130, Olympia, WA 98504.

   b. The Washington State Housing Finance Commission, an instrumentality of the state of Washington, markets bonds in the name of the "Washington State Housing Finance Commission." The bonds are secured by mortgages on single family and multi-family residences located in the state of Washington. This debt totaling $193,499,913 at June 30, 1984 is not an obligation of the state of Washington but is an obligation of the Washington State Housing Finance Commission. Additional information is available from the Washington State Housing Finance Commission, 216 1st Avenue South, Suite 366, Seattle, WA 98104.

3. Joint Operating Agencies — Each joint operating agency is a municipal corporation and not a state agency. Reports regarding financial transactions of joint operating agencies may be obtained from each such agency.

   For example, the Washington Public Power Supply System is a joint operating agency, and is not an agency of the state of Washington. Its debt is not a state of Washington obligation. Inquiries regarding financial statements should be addressed to the Washington Public Power Supply System, 3000 George Washington Way, P.O. Box 968, Richland, WA 99352.

B. Basis of Presentation

The accompanying financial statements of the state of Washington have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to state governments. The principle authority for accounting and reporting requirements in this state is the Office of Financial Management (OFM) through its **Financial and Administrative Policies, Regulation and Procedures** manual. We adopt the pronouncements issued by the Governmental Accounting Standards Board (GASB) and its predecessor, the National Council on Governmental Accounting (NCGA) and implement them in the state. We also adopt the pronouncements of the Financial Accounting Standards Board (FASB) when considered applicable.

Amounts in the "total — memorandum only" columns in the preceding financial statements represent a summation of the combined financial statement line items of the fund types and account groups and are presented only for analytical purposes. The summation includes fund types and account groups that use different bases of accounting, both restricted and unrestricted amounts, interfund transactions that have not been eliminated, and the caption "amount to be provided," which is not an asset in the usual sense. Consequently, amounts shown in the "total — memorandum only" columns are not comparable to a consolidation and do not represent the total resources available or total revenues and expenditures/expenses of the state.

C. Fund Accounting Structure

The state of Washington fund structure employs approximately 355 funds and accounts within funds. For the purpose of developing financial statements in compliance with generally accepted accounting principles, these funds and accounts have been administratively consolidated into 50 funds, each of which is considered a separate accounting entity. The accompanying financial statements are structured into three categories of funds and a fourth type of accounting entity, account groups, as illustrated below. The operations of each fund and account group have been reported through a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds or account groups based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

GOVERNMENTAL FUNDS

General Fund—The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds—Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Capital Project Funds—Capital Project Funds are used to account for financial resources to be utilized for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds and similar Trust Funds).

Debt Service Funds—Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

PROPRIETARY FUNDS

Enterprise Funds—Enterprise Funds are used to account for operations: (a) that are financed and operated in a manner similar to private business enterprises — where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds—Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the state on a cost-reimbursement basis.

FIDUCIARY FUNDS

Expendable Trust—Expendable trust funds are used to account for assets held by the state in a trustee capacity where the principal and income may be expended in the course of the funds' designated operations.

Nonexpendable Trust—Nonexpendable trust funds are used to account for assets held by the state in a trustee capacity where only income derived from the principal may be expended in the course of the funds' designated operations. The principal must be preserved intact.

Pension Trust—Pension trust funds are used to account for transactions, assets, liabilities and net assets available for plan benefits of the various state public employee retirement systems.

Agency Funds—Agency funds are used to account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the state, acting in the capacity of an agent, for distribution to other governmental units or other organizations.

GENERAL FIXED ASSETS ACCOUNT GROUP

Fixed assets used in governmental and expendable trust funds operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in the individual funds. Public domain "infrastructure" fixed assets consisting of roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, and lighting systems are excluded from the amounts reported in this account group.

GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

Long-term liabilities expected to be financed from governmental and expendable trust funds are accounted for in the General Long-Term Obligations Account Group.

College and University Reporting

Financial operations of the state of Washington's universities and colleges are reported using the fund structure prescribed in NCGA Statements and interpretations and not according to the fund structure of the National Association of College and University Business Officers.

D. Basis Of Accounting

The accrual basis of accounting is used for all funds except the governmental fund types, expendable trust funds and agency funds which are accounted for on the modified accrual basis of accounting, except for those items discussed in footnote I.E.2, "Budgetary (Legal) Basis of Accounting vs GAAP", page 27.

The modified accrual basis of accounting differs from the accrual basis of accounting as follows:

1. Revenues are recognized when received in cash except for accruable revenues, which are recorded as receivables when measurable and available to pay liabilities of the current period.
2. Disbursements for the purchase of capital assets providing future benefits are considered expenditures and accounted for in the general fixed assets account group.
3. Unmatured interest on general long-term obligations is recognized when due.
4. Significant encumbrances at year-end are excluded from current year expenditures and reported as reservations of fund equity.
5. Costs of accumulated unpaid vacation and sick leave are recognized in the period when paid rather than in the period when earned.

E. Budgets and Budgetary Accounting

The state of Washington employs a biennial budget which utilizes the following procedures to establish the budgetary data reflected in the accompanying financial statements:

1. General Budgetary Policies and Procedures

   No later than December 20th of the year preceding the odd-year session of the legislature, the governor is required to submit a budget to the state legislature. The budget is a proposal for expenditures in the ensuing fiscal period based upon anticipated revenues from the sources and at the rates existing by law at the time of submission of the budget. The governor may additionally submit, as an appendix to the budget, a proposal for expenditures in the ensuing fiscal period from revenue sources derived from proposed changes in existing statutes.

   Public hearings are conducted during the odd-year legislative session to obtain comments from taxpayers and other interested parties and to explain details of the budget to the legislature.

   Prior to June 1st of the odd-numbered year, the budget is legally required to be adopted through passage of an appropriation bill or bills by the legislature and approval by the governor. Operating appropriations are made at the agency and fund level. Capital appropriations are generally made at the agency/fund/project level. The legal level of budgetary control is at the agency /fund level, with administrative controls established at lower levels of detail in certain instances.

   The budget is implemented on July 1st of the odd-numbered year for the biennium ending June 30th of the ensuing odd-numbered year.

   Appropriated funds are managed by the executive branch through an allotment process. This process allocates the appropriation into monthly allotments by program, source of funds, and object of expenditure. Revenues for the biennium are estimated on a monthly basis by source of revenue.

   Non-appropriated funds are either subject to allotment control by the executive branch or under the direct control of the agency, depending on the requirements of the legislation which established the fund.

   The governor is authorized to legally restrict expenditures through the allotment process, but any revisions to a legislative appropriation must be adopted through passage of, or amendments to, appropriation bills.

   Budgeted amounts reported on the accompanying financial statements include amounts originally adopted for the 1983-85 biennium, as well as revisions made through the 1984 Regular Session of the legislature.

2. **Budgetary (Legal) Basis of Accounting vs GAAP.**

Except for the "Combined Statement of Revenues, Expenditures and Changes in Fund Balance-Budget (non-GAAP Budgetary Basis) and Actual, All Budgeted Governmental Fund Types", the financial statements included in this annual report are based on generally accepted accounting principles. These principles result in financial statements differing from those prepared based on statutory requirements.

The state of Washington employs a biennial budget cycle in managing its fiscal affairs, and the accompanying Interim Combined Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget (non-GAAP Budgetary Basis) and Actual for the fiscal year ended June 30, 1984 represents a mid-biennium report. This statement has been redesigned from the prescribed format to clearly reflect this situation. The "budgeted amounts" columns represent biennial revenue estimates and appropriations. The "actual" columns represent cumulative actual revenues and expenditures through June 30, 1984 as calculated using the state's legal basis of accounting. The "variance" columns represent the estimated revenue and unexpended appropriations not collected or obligated during the first year of the biennium.

The financial statements will be restructured at biennium end to compare actual revenues and expenditures of the entire biennium with estimated revenues and appropriations for the biennium.

These reporting formats will alternate yearly to accommodate this biennial budget cycle.

A balance sheet based on a legal basis of accounting has not been included in this annual report. The state of Washington is in the process of developing legislation which would eliminate material differences between a GAAP and the legal basis of accounting.

In situations where legal requirements dictate accounting procedures that differ from GAAP, NCGA Statement 1 suggests that governments should:

(1) maintain the accounts and prepare budgetary reports on the legally prescribed budgetary basis to determine and demonstrate legal compliance.

(2) maintain sufficient supplemental records to permit presentation of financial statements in conformity with GAAP.

In consonance with this, the accompanying financial statements have been prepared from data which has been compiled and reclassified from budgetary (legal) basis to present the financial activity in accordance with GAAP. The budgetary (legal) basis differs from GAAP as follows:

a. Encumbrances

Encumbrance accounting records purchase orders, contracts, and other commitments for the expenditure of monies in order to reserve a portion of an appropriation. It is employed as a part of the legal basis of accounting and is integrated into the budgetary process.

The "Combined Statement of Revenues, Expenditures, and Changes in Fund Balance Budget (non-GAAP Budgetary Basis) and Actual" includes encumbrances with expenditures. On the GAAP statements encumbrances are shown only as a reservation of fund balance.

b. Reclassification of Funds

As noted earlier, the state of Washington has approximately 355 funds and accounts within funds (See Note I.C., Page 25). Thirty-eight of these have a legally stipulated classification inconsistent with GAAP. On the GAAP financial statements, these accounts have been reclassified consistent with their usage, however for legal purposes these accounts are included as part of the general fund.

c. Non-Budgeted Activity in Governmental Funds

The state of Washington currently has non-appropriated activity in governmental funds. This activity is included on the GAAP basis as revenues and expenditures in the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balance." However, since it is not budgeted in the appropriation process it is excluded from the budgetary basis "Combined Statement of Revenues, Expenditures, and Changes in Fund Balance Budget (non-GAAP Budgetary Basis) and Actual".

d. Accounting for Revenue

In 1967 the legislature extended the reporting date of revenue tax collections by the Department of Revenue from June 30th to July 10th in order to more effectively equate accrued fiscal year expenditures with accrued fiscal year revenues and to further assure that all revenues due for the preceding month of May were reflected at the close of the biennium. Prior to the 1967 biennium the taxpayer's reporting date for taxes due and payable for the preceding month was June 15th and the date of delinquency, June 25th. In 1967 the delinquency date for taxpayer reporting was extended from June 25th to the end of the month. In 1971 during an economic recession the accounting date for revenue collections by the Department of Revenue was extended to August 10th, thus providing twenty-five months of revenue for the close of the biennium on June 30, 1971.

This basis of accounting for revenue departs from generally accepted accounting principles in that revenue should be recognized in the accounting period in which they become available and measurable. For fiscal year 1984, general fund chargeback receipts were in the amount of $288.9 million. Recently legislation was enacted that provides for the elimination of thirty days of this revenue charge back by the end of Fiscal Year 1985.

Following is a table illustrating the amounts charged back by fiscal year since adoption of the procedure in 1971:

CHARGEBACK AMOUNTS BY FISCAL YEAR

	General Fund	Non-General Fund (Liquor Excise Tax)	Total
1971	$ 87,262,931	$ 119,414	$ 87,382,345
1972	94,666,554	120,287	94,786,841
1973	111,344,300	722,227	112,066,527
1974	140,373,670	469,005	140,842,675
1975	148,527,911	503,400	149,031,311
1976	163,610,296	546,661	164,156,957
1977	196,495,257	601,934	197,097,191
1978	235,600,879	641,400	236,242,279
1979	257,631,947	707,433	258,339,380
1980	264,094,093	716,439	264,810,532
1981	282,688,085	815,525	283,503,610
1982	226,093,508	763,651	226,857,159
1983	311,074,149	708,401	311,782,550
1984	288,858,528	701,045	289,559,573

e. Reconciliation of Budgetary and GAAP Basis of Accounting.

Since the accounting principles applied for the purposes of compiling data on a budgetary basis differ significantly from those presented in conformity with GAAP, a reconciliation between those amounts shown on the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balance Budget (non-GAAP Budgetary Basis) and Actual" and the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balance GAAP Basis" for the fiscal year ended June 30, 1984 follows:

RECONCILIATION OF BUDGETARY (LEGAL) VS GAAP

	General Fund	Special Revenue Funds	Debt Service Funds	Total All Budgeted Funds
Excess of Revenues and other sources over (under) expenditures and other uses, GAAP vs Budgetary:				
GAAP Basis[1]	52,456,776	179,028,010	8,892,571	$ 240,377,357
Budgetary Basis[2]	(56,777,251)	470,367,328	10,138,712	$ 423,728,789
Non-GAAP Revenue and Expenditure Recognition Differences	$ 109,234,027	($ 291,339,318)	($ 1,246,141)	($ 183,351,432)
Reconciliation of GAAP vs Budgetary Differences:				
a. Reclassification of Funds	(17,310,629)	57,437,185	.....	40,126,556
b. Encumbrances	111,030,041	48,057,463	.....	159,087,504
c. Charge Back Revenue	(288,858,528)	.....	.....	(288,858,528)
d. Non-Budgeted Activity	(1,228,764)	(395,367,313)	(1,246,141)	(397,842,218)
e. GAAP & Legal timing differences[3]	305,601,907	(1,466,653)	.....	304,135,254
Non-GAAP Revenue and Expenditure Recognition Differences	$ 109,234,027	($ 291,339,318)	($ 1,246,141)	($ 183,351,432)

[1] per GAAP Basis "Combined Statement of Revenues, Expenditures and Changes in Fund Balance," all governmental and expendable trust funds (See page 18).

[2] per Budgetary Basis "Interim Combined Statement of Revenues, Expenditures, and Changes in Fund Balance" Budget and Actual, all Budgeted governmental funds (See pages 22 and 23).

[3] Difference in the period revenues and expenditures are recognized between GAAP and Legal recognition criteria.

F. Inventory

1. Valuation Process

   a. Governmental and Expendable Trust Funds

      1) Supplies held for consumption — Inventories of expendable supplies are maintained by agencies where the amounts represent a material factor in the agency's financial position. Purchases of supplies and materials are recorded as expenditures at the time of acquisition. At year end, inventory items are reported at cost as determined by an appropriate valuation method. The resulting asset amount is offset by a fund balance reserve which indicates that the amount does not constitute available spendable resources.

   b. Proprietary and Similar Trust Funds

      1) Supplies held for consumption — Inventories are expensed as supplies and materials are used.

      2) Merchandise held for sale — Inventories are maintained by the agencies selling the merchandise. Merchandise inventories are valued at the lower of cost or market. Costs are charged against revenue as cost of goods sold when the merchandise is sold.

G. Revenues, Expenses, and Expenditures

1. Major revenue source recognition criteria.

   Taxpayer-assessed revenues are considered "measurable" when in the hands of the collecting state agency and are recognized as revenue at that time.

   Federal revenues are considered measurable when the related expenditure is incurred, and considered available if collected within 30 days of fiscal year end.

   Property tax revenue is recognized in accordance with NCGA Interpretation 3. Levy collections expected to be made within 30 days of the end of the state's fiscal year are accrued. Because the due dates for state property tax payments fall on April 30th and October 31st, this is not a material factor in determining revenue accruals at June 30th.

   Proprietary, nonexpendable trust, and pension trust fund revenues are recognized when earned.

2. Unique Expenditure/Expense Recognition Criteria.

   a. Principal and interest on general long-term debt.

      Expenditures are recognized when the principal and/or interest payments are due.

   b. Compensated Absences.

      It is the policy of the state that the cost associated with annual leave be recognized in conformity with the measurement principles of the fund that is affected. Governmental and expendable trust funds are to recognize the expenditure for annual leave in the period in which it is paid. Proprietary and similar trust funds are to recognize the expense in the period the leave is earned.

      Employees occupying permanent positions accrue vested annual leave at a variable rate based on years of service with the state. Unless approved by the appointing authority, accumulated annual leave cannot exceed thirty days at the employees anniversary date, during the period ended June 30, 1984. Approved accumulations in excess of the thirty day maximum are usually insignificant and are generally utilized in the short term. The value of vested annual leave does not exceed one year's accumulation.

      Employees occupying permanent positions accrue sick leave at the rate of one day per month with no upper limit. The state enacted a sick leave incentive program January, 1980 which allows employees to redeem sick leave in cash under the following conditions:

      Each January, employees whose sick leave accumulation exceeds sixty days may redeem their leave earned but not taken during the previous year at a rate of one day's pay for each four days leave.

      Upon death or separation due to retirement an employee is compensated for all accumulated sick leave on the basis of one day's pay for each four day's accumulated leave.

      Accumulated sick leave redemptions are not material when compared to total state operations. In our opinion, sick leave represents a contingent liability not susceptible to accrual. Sick leave in this state represents possible future payments dependent upon employee options, not probable payments.

      Estimation of these payments is not possible. For all fund types, therefore, sick leave expenditures/expenses are recorded when the payments are made.

H. Interfund Receivables and Payables

As noted earlier, the state of Washington has approximately 355 funds and accounts within funds (See Note I.C., Page 25). Several of these funds and accounts are restricted by state law for specific purposes. Based on these restrictions the due from/to other funds within specific fund types have not been eliminated from the balance sheet. The due from/to other funds at June 30, 1984, consist of the following:

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	
Due To:	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Trust & Agency Funds	Total Due To Other Funds
General Fund	$ 107,797,719	$ 4,631,943	.....	$ 16,408	$ 470,196	$ 521,022	$ 16,921,114	$ 130,358,402
Special Revenue Funds	2,121,983	21,654,208	.....	248,964	4,660,167	3,588,287	1,197,109	33,470,718
Debt Service Fund	.....	.....	.....	.....	.....	.....	.....	.....
Capital Projects Fund	107,016	50,753	.....	213,494	857,694	125,095	2,525	1,356,577
Enterprise Funds	10,962,533	40,040,462	.....	36,861	2,037,608	258,157	166,614	53,502,235
Internal Service Funds	153,937	2,928,520	.....	.....	805,082	1,164,303	167,741	5,219,583
Trust & Agency Funds	37,996,843	20,531,773	5,309,797	653,563	10,503,826	9,744,723	3,065,582	87,806,107
Total Due From Other Funds	$ 159,140,031	$ 89,837,659	$ 5,309,797	$ 1,169,290	$ 19,334,573	$ 15,401,587	$ 21,520,685	$ 311,713,622

I. Accounting Changes

Fund equity as of July 1, 1983 has been restated for the following accounting changes:

		Adjustments Due to				
FUND TYPE	Balances as Previously Reported at June 30, 1983	Fund Re-Classifications	Prior Year Corrections	Prior Year Accruals	Total Adjustments	Balance Re-Stated at July 1, 1983
Governmental Funds:						
General	($165,714,534)	($ 49,968,633)	($ 4,186,141)	27,182,603	($ 26,972,171)	($192,686,705)
Special Revenue	126,140,823	47,226,702	(47,936,086)	20,278,793	19,569,409	145,710,232
Debt Service	53,519,061	.....	(663,281)	.....	(663,281)	52,855,780
Capital Projects	48,531,472	4,368,784	3,000,000	(1,061,344)	6,307,440	54,838,912
Proprietary Funds:						
Enterprise	594,359,104	.....	(195,538,323)	(35,617,765)	(231,156,088)	363,203,016
Internal Service	109,028,086	(75,694)	.....	(747,856)	(823,550)	108,204,536
Fiduciary Funds:						
Expendable Trust	58,271,126	5,432	(457,192)	84,814,289	84,362,529	142,633,655
Non-Expendable Trust	389,266,633	(5,432)	(1,902,445)	.....	(1,907,877)	387,358,756
Pension Trust	4,750,081,338	.....	.....	.....	.....	4,750,081,338

Fund reclassifications primarily consist of transferring of construction accounts in the general fund to special revenue and capital project funds. Also revenues were reclassified during the year to show unemployment contributions as a separate category on the operating statements. This revenue was previously shown as federal revenue.

Prior year corrections were made during the year due to the following:

General Fund — $4.1 million in receivables were reduced in the Department of Commerce and Economic Development because they had been transferred to another agency but the transfer was not reflected in the financial statements.

Special Revenue Funds — An adjustment was made in the Department of Transportation for $36.3 million due to the understatement of deferred revenue. Various adjustments were made in the Department of Ecology totaling $8.3 million due to the restatement of account balances.

Capital Project Funds — An adjustment to beginning cash balance was made for $3 million by the State Board for Community Colleges due a timing error.

Enterprise Funds —An adjustment was made for $90.8 million to the State Convention and Trade Center to record bonds payable which were previously recorded in the general long-term obligation account group. An adjustment was made in the Department of Labor & Industries for $90.5 million to adjust investments which were overstated. Washington State University made an adjustment for $17.9 million to correct fixed assets.

Prior year accrual adjustments were made to various state agencies to correct errors in the posting of accruals at June 30, 1983 expressed in millions as follows:

General Fund	
— Department of Revenue	$15.0
— Department of Community Development	$12.2
Special Revenue Funds	
— Washington State University	$23.2
— University of Washington	($ 6.0)
— Department of Licensing	($ 2.6)
— Eastern Washington University	$ 3.8
— Other Colleges & Universities	$ 2.2
Enterprise Funds	
— Department of Labor & Industries	($35.6)
Expendable Trust Funds	
— Department of Labor & Industries	$73.4
— Washington State University	$11.4

Note II—STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Equity

The fund deficit in the general fund is explained by the difference in revenue recognition between the state's legal basis of accounting and generally accepted accounting principles which are used in preparing the Combined Balance Sheet. This difference is more fully explained in Note I.E.2, Page 27 to these financial statements.

The Workers' Compensation fund has a deficit in unreserved retained earnings at June 30, 1984 aggregating $113.6 million. When combined with reserved retained earnings the net deficit in this fund totals $21.2 million (See Note IV, Page 43). The cause of the deficit is the actuarially established long-term benefit claims exceeding contributions.

B. Overexpenditure of Appropriations

Because of the interim nature of the statement, no overexpenditures of appropriations appear on the accompanying Interim Combined Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget (non-GAAP Budgetary Basis) and Actual.

Note III—DETAILED NOTES ON ACCOUNT BALANCES

A. Cash and Pooled Investments

Cash and pooled investments include cash in the State Treasury and local bank accounts, petty cash and short-term investments such as certificates of deposits, repurchase agreements and U.S. Treasury bills and notes. These investments are stated at cost, which at June 30, 1984 approximated market. Collateral, as required by law, is pledged by the various banks to guarantee state funds on deposit with them.

Cash and pooled investments held in the treasury and reported by the State Treasurer in his "Monthly Financial Report", dated 6/30/84, differ from amounts reported on the combined balance sheet in the accompanying financial statements. The following is a reconciliation of these differences in the General Fund:

Treasurer's "Fund Balance," June 30, 1984[1]	$ 399,270,489
Less: Non-GAAP General Fund Accounts[2]	(386,201,138)
Add: Non-Treasury Cash—Miscellaneous[3]	154,216,880
As shown on the accompanying financial statements[4]	$ 167,286,231

[1]Treasurer's "fund balance" per **Washington State Treasurer Monthly Financial Report** dated June 30, 1984 includes the following amounts:

Fund 001	$ (52,681,844)
Funds 002-079 Restricted Accounts	451,952,333
Total	$ 399,270,489

[2]Numerous accounts included in the total general fund for Treasurer's reporting purposes are reclassified for GAAP purposes into other fund types. (See Note I.E.2.b, Page 27) The following cash balances were reclassified in the financial statements:

Special Revenue Accounts	$ 99,318,172
Capital Project Accounts	97,070,683
Enterprise Account	86,105,134
Internal Service Accounts	2,704,649
Agency Fund Accounts	101,002,500
Total Reclassification	$ 386,201,138

[3]Amounts not shown in general fund by the Treasurer on June 30, 1984, but reported for financial statement purposes include the following:

Short-Term Revenue Anticipation Notes —Principal & Interest	$ 150,000,000
Transactions in Process	1,325,255
Pooled Cash held by Agencies	2,808,691
Other Non-Treasury Cash	82,934
Total	$ 154,216,880

[4]This amount represents general fund "Cash and Pooled Investments" as published in the balance sheet of accompanying Financial Statements, page 16.

B. Investments

This classification includes long-term investments, principally in the Pension Trust Fund and the Accident and Medical Aid Fund. Investments are stated at cost or amortized cost. Their combined fair market value at June 30, 1984 is approximately $7.0 billion. Debt securities included in this classification are expected to be held to maturity and redeemed at face value.

1. A majority of enterprise fund investments are included in the Accident and Medical Aid Fund administered by the Department of Labor and Industries. Cost or amortized cost for enterprise fund investments at June 30, 1984 was approximately $1.8 billion.
2. Trust and agency fund investments are principally for the Pension Trust Fund. (Note V. lists the Pension Trust Accounts). Except for the Volunteer Firemen's Relief and Pension Account, the Pension Fund is administered by the Department of Retirement Systems. Cost or amortized cost for Pension Trust Investments at June 30, 1984 was approximately $5.2 billion.

C. Deferred Investment Loss

Investment portfolio management policy records losses on investments to the deferred investment loss account. The losses are then amortized over the life of higher yielding investments purchased. This practice matches the loss against the interest income of the higher yielding investment.

D. Receivables

Receivables are stated net of allowance for uncollectibles on the balance sheet (see page 16). The allowance for uncollectible taxes receivable is $87,920,059. The allowance for other uncollectible receivables is $106,167,943.

The following is a summary of other receivables by fund type.

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Trust & Agency Funds	Total Other Receivables By Account Type
Accounts Receivable	$ 5,550,112	$ 35,132,122	$ 418,156	$ 301,827	$ 134,707,994	$ 8,961,530	$ 82,528,053	$ 267,599,794
Accounts Receivable— Other Agencies	12,357,615	3,947,062	753,590	473,772	398,218	7,332,092	68,031,177	93,293,526
Interest Receivable	.....	32,904	243,877	398,530	34,504,650	63,972	46,603,012	81,846,945
Notes Receivable	.....	9,925	.....	.....	.....	.....	50,692	60,617
Loans Receivable	.....	.....	.....	.....	.....	.....	73,128,221	73,128,221
Other Receivables	154,063,778	2,545,227	.....	.....	2,044,184	1,017,531	33,079,342	192,750,062
Sub-total	$ 171,971,505	$ 41,667,240	$ 1,415,623	$ 1,174,129	$ 171,655,046	$ 17,375,125	$ 303,420,497	$ 708,679,165
Less: Allowance for Uncollectibles	(81,879,889)	(4,487,496)	(19,487)	(19,486)	(12,092,727)	(2,169)	(7,666,689)	(106,167,943)
Total Other Receivables By Fund Type	$ 90,091,616	$ 37,179,744	$ 1,396,136	$ 1,154,643	$ 159,562,319	$ 17,372,956	$ 295,753,808	$ 602,511,222

1. Accounts Receivable—This balance represents amounts owed on open account from private individuals or organizations for goods and services furnished by the state.
2. Accounts Receivable—Other Agencies— This balance represents amounts owed from state agencies for goods and services furnished by other state agencies.
3. Interest Receivable—This balance represents the amount of interest which is due on investments and other current assets, excluding taxes.
4. Notes Receivable—This balance represents the uncollected portion of notes receivable held by the state as designated payee or by endorsement.
5. Loans Receivable—This balance represents the uncollected portion of loans due to the state. Student loans at the institutions of higher education account for $87,029,452 of the balance shown for trust and agency funds.
6. Other Receivables—This balance represents the amounts owed to the state for receivables not specifically identified above. Approximately eighty-eight percent or $169.4 million are amounts recorded by the Department of Social and Health Services ($152.1 million in the General Fund and $17.3 million in Trust and Agency Funds).

E. Due From Other Governments

Amounts due from other governments are the amounts owed to the state by either the federal government or local governments. The following is a summary by fund type:

	Due From Federal Government	Due From Local Government	Total Due From Other Governments
General Fund	$ 105,356,944	$ 13,989,932	$ 119,346,876
Special Revenue Funds	40,348,043	19,896,794	60,244,837
Capital Project Funds	33,208	.....	33,208
Enterprise Funds	23,574	197,050	220,624
Internal Service Funds	45,562	1,674,837	1,720,399
Trust and Agency Funds	634,124	8,264,536	8,898,660
Total Due From Other Governments	$ 146,441,455	$ 44,023,149	$ 190,464,604

F. Long-Term Receivables

Long-term receivables are stated net of the allowance for uncollectibles totaling $5,728,871. Non-current taxes receivable account for ninety-five percent of long-term receivables in the general fund.

G. Fixed Assets

1. Methods of Accounting for Fixed Assets

   a. All fixed assets are valued at historical cost or estimated cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date of donation. Where necessary, estimates of original cost and fair market value are derived by factoring price levels from the current period to the time of acquisition. Costs include the purchase price or construction cost, and those costs necessary to place the asset in its intended location and condition for use. Interest costs related to construction are excluded from cost calculations of assets.

   b. Land is either stated at cost or in the case of donated land the estimated fair value on the date donated. The state classifies land in five categories: uplands, beds of navigable waters, shore lands, tidelands and harbor areas.

   c. Fixed assets valued at $300 or more per unit are capitalized and reported in these statements.

   d. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems, and similar assets are not reported.

   e. Fixed assets of governmental and expendable trust funds are accounted for in the General Fixed Assets Account Group. Accumulated depreciation which is recorded in the General Fixed Assets Account Group is computed on a straight-line basis over standardized useful lives ranging from five to fifty years.

   f. Fixed assets used in proprietary and similar trust funds are accounted for in the fund in which they are utilized. Depreciation of all fixed assets used by Proprietary Funds is charged as an expense of their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over estimated useful lives using the straight line method.

   g. Assets, over $300 in value exclusive of interest, acquired by installment, purchase contract, or lease which meet the requirements of a capital lease as defined by generally accepted accounting principles are recorded as fixed assets in a manner prescribed in subparagraphs e and f above.

2. **STATEMENT OF CHANGES, GENERAL FIXED ASSETS**
FY 1984
(in thousands)

	Land	Buildings[1]	Other Improvements & Misc.[1]	Machinery & Equip.[1]	Construction in Progress	Total
Balance July 1, 1983	$ 258,279	$ 866,425	$ 115,541	$ 125,357	$ 61,322	$ 1,426,924
Additions	7,093	42,138	17,740	36,797	64,812	168,580
Deductions	(513)	(3,402)	(854)	(20,185)	(30,525)	(55,479)
Adjustments[2]	4,994	37,360	77,033	47,448	21,682	188,517
Balance June 30, 1984	$ 269,853	$ 942,521	$ 209,460	$ 189,417	$ 117,291	$ 1,728,542

Source of Funds by Fund Type	
General Fund	$ 765,855
Special Revenue Funds	295,918
Capital Project Funds	665,004
Expendable Trust Funds	1,765
	$ 1,728,542

[1]Dollar amounts displayed net of allowance for depreciation where appropriate.

[2]Adjustment amounts represent prior asset investments being recorded for the first time as state agencies progress to full and complete fixed asset reporting.

H. Construction In Progress

Various state agencies were involved in construction projects as of June 30, 1984. A summary of major projects follows listed by fund type and agency:

Enterprise Funds

1. University of Washington	
Fund 522—Intramural Activities Locker Room addition	$ 1.6 million
Fund 570—Consolidated laundry improvements	$ 0.8 million
2. Department of Natural Resources	
Fund 198—Various small projects	$ 0.7 million
3. State Convention and Trade Center	
Fund 01V—Architectural, engineering and other professional fees related to preparation for Center construction	$ 4.8 million

General Fixed Asset Account Group

1. D.S.H.S.	
a. State Health Lab construction	$ 2.5 million
b. Green Hill School—Academic facilities construction	$ 1.8 million
c. Western State Hospital renovation	$ 1.7 million
d. Lakeland Village—Phase III (renovation and developmental facility construction)	$ 6.4 million
e. Rainier School—Phases I thru III (renovation and developmental facility construction)	$ 7.0 million
f. Miscellaneous small projects	$ 4.5 million
Agency Total	$23.9 million
2. Department of Corrections	
a. McNeil Island Correction Center—renovation	$ 2.2 million
b. Washington Correction Center—enlargement and remodeling	$ 7.8 million
c. Washington State Reformatory—renovations and improvements; construction of 500 Bed Unit (Medium Security)	$18.1 million
d. Washington State Penitentiary—renovations and security improvements	$ 3.1 million
e. Clallam Bay Correction Center—new construction	$ 8.3 million
f. Twin Rivers Correction Center—new construction	$20.5 million
g. Various small projects	$ 3.1 million
Agency Total	$63.1 million
3. University of Washington	
a. University Hospital expansion	$14.4 million
b. University Hospital—cafeteria remodeling	$ 2.3 million
c. University Hospital—Radiology Lab expansion	$ 2.2 million
d. University Hospital—energy conservation	$ 1.1 million
e. Center for Urban Horticulture	$ 1.3 million
f. Various small projects	$ 1.0 million
Agency Total	$22.3 million
4. Eastern Washington University	
Manual Arts Project/Computer Center	$ 1.8 million
5. Central Washington University	
a. Energy Conservation Project	$ 0.8 million
b. Various small projects	$ 0.4 million
Agency Total	$ 1.2 million
6. Eastern Washington Historical Society	
Storage facility addition	$ 1.0 million
7. Department of Transportation	
Various small projects	$ 3.0 million

I. Amount to be Provided for Retirement of Long-Term Obligations

The balance of this account represents the amount to be provided from future taxes or other general revenues to retire outstanding general long-term obligations.

J. Accounts Payable

The following table illustrates the accounts payable reported on the balance sheet:

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Trust & Agency Funds	Total Due To Other Funds
Accounts Payable	$ 137,729,540	$ 14,783,735	.....	$ 4,595,958	$ 21,088,641	$ 15,352,778	$ 7,721,101	$ 201,271,753
Accounts Payable—Other Agencies	10,428,892	6,430,598	.....	485,452	9,530,714	545,943	59,203,658	86,625,257
Total Accounts Payable By Fund Type	$ 148,158,432	$ 21,214,333	.....	$ 5,081,410	$ 30,619,355	$ 15,898,721	$ 66,924,759	$ 287,897,010

1. Accounts Payable—This balance represents the amount owing on an open account.
2. Accounts Payable—Other Agencies—This balance represents the amount owing to other state agencies for goods and services received but for which disbursements have not been made.

K. Short-Term Loans Payable

This amount represents general obligation revenue anticipation notes series 1983, dated August 30, 1983. These notes were issued in accordance with Article VIII of the State Constitution which authorizes the issuance of certificates of indebtedness in such amounts as may be necessary to meet temporary deficiencies of the Treasury. Such certificates may be issued to provide cash to support the appropriations of the Legislature and are required to be retired, other than by refunding, within 12 months of the date of issuance. This issue was retired in August of 1984 with total loan costs of $15.3 million.

L. Contracts Payable

	Government Fund Types			Propriety Fund Types		Fiduciary Fund Types	
	General Fund	Special Revenue Funds	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Trust and Agency Funds	Total Contracts Payable By Account
Contracts Payable	$ 531,877	$ 2,200,388	.....	$ 303,844	$ 58,896	$ 24,476	$ 3,119,481
Construction Contracts Payable	9,917	37,022	$ 6,974,889	.....	.....	8,258	7,030,086
Installment Contracts Payable	9,158	20,160	.....	155,046	2,009,408	.....	2,193,772
Lease Agreements Payable	4,680	.....	.....	249,506	3,496,179	85,300	3,835,665
Total Contracts Payable By Fund Type	$ 555,632	$ 2,257,570	$ 6,974,889	$ 708,396	$ 5,564,483	$ 118,034	$ 16,179,004

1. Special Revenue Funds — Approximately ninety-two percent of the contracts payable are owed by the Department of Personnel to providers of state employees' insurance.
2. Capital Project Funds — Approximately eighty-one percent and nineteen percent of the construction contracts payable are construction projects for the Department of Corrections and Social and Health Services, respectively.
3. Internal Service Funds — Approximately eighty-one percent of the installment contracts payable are for data processing equipment by the Department of General Administration. Approximately ninety-six percent of the lease agreements payable are for data processing equipment by the Data Processing Authority.

M. Accrued Liabilities

The following table illustrates the accrued liabilities reported on the balance sheet:

	Government Fund Types				Propriety Fund Types		Fiduciary Fund Types	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Trust & Agency Funds	Total Due To Other Funds
Accrued Salaries Payable	$ 42,809,570	$ 22,642,423	.....	$ 102,027	$ 9,019,040	$ 3,450,916	$ 17,572,100	$ 95,596,076
Other Short-Term Liabilities	1,106,223	5,894,846	.....	.....	27,642,130	485,589	46,662,122	81,790,910
Accrued Annual Leave Payable	.....	.....	.....	.....	4,801,486	2,940,772	.....	7,742,258
Accrued Prizes Payable	.....	.....	.....	.....	2,723,549	.....	.....	2,723,549
Interest Payable	12,166,667	.....	1,837,004	.....	336,382	44,647	.....	14,384,700
Total Accrued Liabilities	$ 56,082,460	$ 28,537,269	$ 1,837,004	$ 102,027	$ 44,522,587	$ 6,921,924	$ 64,234,222	$202,237,493

1. Accrued Salaries, Payable — The state of Washington has implemented a 10-day semi-monthly lag payroll system for employees. The balance shown represents employees' salaries earned from June 16-30, 1984 and not paid until July 10, 1984. Also included in this balance are any outstanding amounts from previous payroll periods.
2. Other Short-Term Liabilities — This balance represents other current liabilities not specifically identified by type.
3. Accrued Annual Leave Payable — This balance represents accumulated employee vacation leave earned but not taken in proprietary funds.
4. Accrued Prizes Payable — The state of Washington established a State Lottery in November 1982, which is administered by the Lottery Commission. By statute the Lottery is required to provide a minimum prize payout of forty-five percent of sales. At the time the commission wholesales lottery tickets to its licensed distributors, the minimum payout requirement is recorded as accrued prizes payable. The amount shown on the balance sheet represents the potential prizes payable for all tickets distributed by the commission as of June 30, 1984. The two major factors affecting the eventual dollar amounts of payouts are: that not all winning tickets will be returned within the required 180 days of the official end of each game and that not all tickets for a particular game will be sold. Any unsold tickets held by distributors will be returned to the Commission.
5. Interest Payable — This balance represents the accrued interest owed as of June 30, 1984 on the $200 million short-term loan. (See Note III. K., Page 37).

N. Due to Other Governments

Amounts due to other governments are the amounts owed by the state to either the federal government or local governments. The following is a summary by fund type:

	Due to Federal Government	Due to Local Government	Total Due To Other Governments
General Fund	$ 18,684,175	$ 866,116	$ 19,550,291
Special Revenue Funds	3,018,154	6,433,216	9,451,370
Capital Project Funds	.....	.....	.....
Enterprise Funds	.....	414	414
Internal Service Funds	.....	.....	.....
Trust and Agency Funds	34,967,160	67,254,824	102,221,984
Total Due to Other Governments	$ 56,669,489	$ 74,554,570	$ 131,224,059

O. Deferred Revenues

The balance in this account represents the amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The following summary by fund type lists the significant agencies that have recorded deferred revenues as of June 30, 1984 and the approximate amount of these deferrals in millions:

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Total Deferred Revenues by Agency
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Trust & Agency Funds	
Dept. of Revenue	$ 486.0	$	$	$	$	$	$	$ 486.0
Dept. of Social & Health Services	113.2	2.0	.....	.....	.....	.....	.....	115.2
Dept. of Transportation	2.1	70.6	.....	.....	.....	.....	0.9	73.6
University of Washington	6.5	54.0	.....	.....	5.1	.....	3.5	69.1
Dept. of Labor & Industries	.....	.....	.....	.....	9.8	.....	16.1	25.9
Dept. of Natural Resources	15.0	.....	2.7	.....	1.0	.....	.....	18.7
Dept. of Ecology	0.9	13.5	.....	.....	.....	.....	.....	14.4
Dept. of Employment Security	.....	.....	.....	.....	.....	.....	12.6	12.6
Lottery Commission	10.0	.....	.....	.....	.....	.....	.....	10.0
Liquor Control Board	.....	.....	.....	.....	5.9	.....	.....	5.9
Dept. of Licensing	1.8	3.9	.....	.....	.....	.....	.....	5.7
All Other State Agencies	3.4	11.5	.....	0.1	0.5	4.4	1.7	21.6
Total Deferred Revenue by Fund Type	$ 638.9	$ 155.5	$ 2.7	$ 0.1	$ 22.3	$ 4.4	$ 34.8	$ 858.7

P. Deposits and Retainage Payable

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Total Deposits & Retainage Payable By Account
	General Fund	Special Revenue Funds	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Trust & Agency Funds	
Deposits Payable	$ 9,674,010	$ 29,030,720	$ 1,264,916	$ 18,234,303	$ 1,049,977	$ 14,343,535	$ 73,597,461
Retainage Payable	307,588	22,889,312	4,931,157	3,902	.....	8,808	28,140,767
Total Deposits & Retainage Payable by Fund Type	$ 9,981,598	$ 51,920,032	$ 6,196,073	$ 18,238,205	$ 1,049,977	$ 14,352,343	$ 101,738,228

Following is an explanation of the balances in these accounts by fund type.

DEPOSITS PAYABLE:

1. General, special revenue and capital project fund balances—The majority represents deposits made by logging companies for the rights to harvest timber on state lands managed by the Department of Natural Resources. A timber company must deposit ten percent of its successful bid with the Department of Natural Resources. The timber company has a five-year period to complete the logging operations. The deposit can be used as part of the final payment on the timber harvested.
2. Enterprise Funds—The majority of these deposits are with the Department of Labor and Industries in the Workers' Compensation fund.
3. Internal Service Funds—These are deposits by state agencies to the Central Stores Revolving Fund administered by the Department of General Administration.
4. Trust and Agency Funds—Approximately seventy-one percent of the deposits are for timber harvest rights previously described. Approximately fifteen percent of the deposits are for programs administered by the Department of Social and Health Services, through the Support Enforcement Non-Assistance Service Account and the Institutional Residents Deposit Fund. Approximately thirteen percent of the deposits are for local funds administered by Eastern Washington University.

RETAINAGE PAYABLE:

Major construction projects financed by the state usually include provisions to withhold a percentage of the payments pending final inspection or the lapse of a specific time period.

1. Special Revenue Funds—Approximately sixty-six percent is for state highway and marine vessel construction financed through the Department of Transportation. Approximately twenty-two percent is for state and local improvement waste disposal facilities financed through the Department of Ecology. Approximately twelve percent is for common school construction financed through the State Board of Education.
2. Capital Project Funds — Approximately fifty-one percent is for various construction projects financed through the Department of Corrections. Approximately twenty-seven percent is for construction projects financed by the University of Washington and Washington State University. Approximately fourteen percent is for various construction projects financed by the Department of Social and Health Services.

Q. Workers' Compensation Payable (See Note VII, page 45)

1. Current benefits payable represent the current liability of the Department of Labor and Industries to pay benefits to qualifying individuals sustaining work related injuries.
2. Long-term benefits payable represent the actuarial present value of the Department of Labor and Industries liability to pay future benefits to qualifying individuals sustaining work related injuries. These amounts represent an actuarial liability established during an analysis conducted during the year.

R. BONDS PAYABLE

1. The following is a summary of bonds payable by fund-type as shown on the balance sheet. A detailed schedule of bonds payable at June 30th, 1984 is shown on page 52.

General Long-Term Obligation Account:

School Buildings Construction	$ 64,530,000	
Institutional and Public Buildings	768,517,000	
Highways	613,665,000	
Administrative Buildings	102,947,300	
General	732,749,010	
sub-total		2,282,408,310
Proprietary Funds:		
a. Enterprise Funds		
matured	5,339,000	
unmatured	236,210,000	
b. Internal Service Funds		
matured	40,000	
unmatured	460,000	
sub-total		242,049,000
Total Bonds Payable		$ 2,524,457,310

Note: Included in Proprietary funds are the following bonds which, although they are paid from and accounted for in enterprise funds, they were issued as general obligation bonds and are backed by the full faith and credit of the State of Washington:

a. Washington Department of Transportation Spokane River Toll Bridge General Obligation Outstanding June 30, 1984 $3,925,000

b. Washington State Convention and Trade Center Convention Center General Obligation "Series AT" Outstanding at June 30, 1984 $92,750,000

2. Debt Service Requirements

Total Debt Service requirements for general long-term obligation bonds to maturity are as follows:

	Principal	Interest	Total
By Year:			
1985	$ 77,023,310	$ 185,905,040.46	$ 262,928,350.46
1986	78,635,000	180,531,068.40	259,166,068.40
1987	83,235,000	174,672,748.97	257,907,748.97
1988	87,195,000	168,353,258.29	255,548,258.29
1989	92,200,000	161,624,213.23	253,824,213.23
1990-1994	539,540,000	691,299,411.31	1,230,839,411.31
1995-1999	617,095,000	498,711,495.09	1,115,806,495.09
2000-2004	514,805,000	242,070,720.57	756,875,720.57
2005-2009	192,680,000	54,824,427.50	247,504,427.50
Total	$ 2,282,408,310	$ 2,357,992,383.82	$ 4,640,400,693.82
By Type of Issue:			
School Buildings Construction	$ 64,530,000	$ 49,603,990.00	$ 114,133,990.00
Institutional and Public Buildings	768,517,000	765,408,941.67	1,533,925,941.67
Highways	613,665,000	552,648,168.78	1,166,313,168.78
Administrative Buildings	102,947,300	127,590,885.57	230,538,185.57
General	732,749,010	862,740,397.80	1,595,489,407.80
Total	$ 2,282,408,310	$ 2,357,992,383.82	$ 4,640,400,693.82

3. Legal Debt Limitation

As certified by the State Treasurer, the maximum debt authorization subject to limitation for fiscal year 1984 was $1,682,474,000, under the then current constitutional and statutory limitations. However this computation excludes specific bond issues and types, therefore the bonds outstanding subject to the limitation do not exceed the authorized debt limitation.

4. Defeased and Refunded Debt

State defeased and state agency refunded debt as shown on page 57 is secured by U.S. Government securities in escrow with the respective banks appointed as bond trustees. Therefore these bonds are excluded from state debt totals.

S. Other Long Term Obligations

With few exceptions, the amounts presented on the balance sheet consist primarily of long-term lease agreements payable. The following is a summary of these major commitments.

1. Enterprise Funds

   a. Two of the exceptions referenced above are the recording of long-term liabilities by the Department of Labor and Industries for the estimated present value of administrative expenses related to processing accrued benefit claims payable from the Accident Fund (608) and the Medical Aid Fund (609). Projected administrative costs are for Fund 608 — $43.5 million and for Fund 609 — $54.1 million.

2. Internal Service Funds

   a. The State Data Processing Authority has commitments for computer hardware. These commitments are financed by user charges to state agencies. At June 30, 1984, these commitments totaled approximately $5.5 million.

   b. The Department of General Administration has commitments for the purchase of land and buildings. At June 30, 1984, these commitments totaled approximately $2.5 million.

3. General Long-Term Obligations

a. The state of Washington has adopted a deferred compensation plan, see Note VI, page 44. At June 30, 1984 the amount of salaries and wages withheld from employees totaled approximately $17.6 million.

b. The University of Washington has the following commitments effective June 30, 1984: Property and land acquisition — $1.6 million; lease of equipment for University Hospital — $1.7 million; lease of data processing equipment — $.5 million.

c. Eastern Washington University has commitments for a 10 year telephone communication systems lease. At June 30, 1984 these commitments totaled approximately $1.2 million.

d. The Evergreen State College has commitments for data processing equipment and telephone communication system leases. At June 30, 1984 these commitments totaled approximately $.1 and $.6 million, respectively.

e. Washington State University has commitments on automated office equipment. At June 30, 1984 these commitments totaled approximately $.3 million.

f. The Office of Administrator for the Courts has commitments for data processing equipment on a 5 year lease. At June 30, 1984 these commitments totaled $1.3 million.

g. Olympic Community College has $.4 million in commitments as of June 30, 1984 toward the acquisition of a building.

T. Changes in General Long-Term Obligations:

Changes in long-term obligations for the year ended June 30, 1984 are summarized as follows:

	Bonds Payable	Installments & Leases Payable	Other Long-Term Obligations	Total Long-Term Obligations
Balance at July 1, 1983	$ 2,007,458,000	$ 7,492,093	$ 8,665,691	$ 2,023,615,784
Proceeds	439,083,310	.....	.....	439,083,310
Increase in Other Obligations	.....	2,479,291	9,137,966	11,617,257
Retirement of Principal	(68,043,000)	(4,266,159)	(17,967)	(72,327,126)
Adjustments[1]	(96,090,000)	2,592,741	455,000	(93,042,259)
Balance at June 30, 1984	$ 2,282,408,310	$ 8,297,966	$ 18,240,690	$ 2,308,946,966

[1]The major portion of the adjustments resulted from an adjustment to reclassify bonds payable from the general obligation account group to the State Convention and Trade Enterprise fund (See note I.I on page 31).

U. Fund Equity

Certain fund balances reported on the Combined Balance Sheet are explained below:

1. General Fund:

a. Reserved for Restricted accounts ..... $ 14,122,971

This amount represents fund balances of accounts within the general fund which have been restricted by the legislature.

b. Reserved for Other Specific Purposes ..... $ 51,946,187

1. Loans ..... $ 51,946,187

2. Special Revenue Fund Type:

a. Reserved for Other Specific Purposes ..... $ 20,596,150

1. Loans ..... $ 20,340,207
2. Petty Cash 255,943

3. Proprietary Fund Types:

a. Retained Earnings Reservation		$ 102,870,234
1. Workmen's Comp.	$ 91,885,167	
2. Debt Service	8,905,341	
3. Other	2,079,726	

4. Fiduciary Fund Types:

a. Reserved for Other Specific Purposes		$ 81,704,304
1. Loans	$ 64,676,039	
2. Deferred Comp.	17,025,045	
3. Petty Cash	3,220	

Note IV—SEGMENT INFORMATION—ENTERPRISE FUNDS

The state of Washington operates enterprise funds which are intended to be self-supported through fees charged to the public. Certain of these funds are further broken down into individual accounts for administrative purposes. Enterprise fund activities operated by the state include the following:

	Primary Source of Revenue or Purpose
1. Liquor Fund	Sales of Liquor, and licenses and permits to sell Liquor.
2. Workers' Compensation Fund	Employer contributions for workmen's compensation for employment related accidents and disabilities.
3. Lottery Fund	Washington State Lottery revenues and operations.
4. Natural Resources Fund	Property and resource management fees, and interest earnings.
5. Transportation Fund	Tolls and fares related to various bridge and ferry operations.
6. Higher Education Enterprises Fund	Sales and fees related to housing, food service, bookstore and other enterprises managed by state colleges and universities.
7. Other Enterprise Funds	Services and fees charged by various departments including: Department of Social and Health Services, Department of Corrections, and the State Convention and Trade Center.

The table below reflects in a summarized format the significant enterprise fund activities which have occurred during the fiscal year ended June 30, 1984. Interfund transactions have not been eliminated for the purposes of this analysis:

ENTERPRISE
SEGMENT INFORMATION
(expressed in Thousands)

	Liquor Fund	Workers' Compensation Fund	Lottery Fund	Natural Resources	Transportation Fund	Higher Education	All Other Funds	Total (Memo)
Selected Information:								
Operating Revenues	$ 88,594	$ 427,573	$ 164,562	$ 6,754	$ 73,374	$ 116,110	$ 13,234	$ 890,201
Depreciation and Amortization	768	13,654	169	.....	8,250	13,641	157	36,639
Operating Income (loss)	50,909	(206,258)	72,837	735	(8,400)	6,945	2,825	(80,407)
Operating Interfund Transfers (NET)	(28,296)	1,557	(75,457)	.....	.....	(1,094)	2,240	(101,050)
Net Income (loss)	(326)	(30,486)	(1,241)	1,751	(8,418)	7,642	3,415	(27,663)
Current Capital Contribution	.....	.....	.....	.....	46,420	.....	.....	46,420
Net Working Capital	19,394	1,568,807	(282)	13,131	(33,619)	79,357	99,087	1,745,875
Total Assets	50,306	1,966,935	17,655	16,035	308,863	253,273	107,939	2,721,006
Bonds and Other Long-Term Liabilities Payable from Operating Revenues	.....	1,593,380	.....	.....	25,945	117,909	92,766	1,830,000
Total Equity	22,210	(21,206)	915	13,331	232,012	115,763	13,173	376,198

Note V—WASHINGTON STATE RETIREMENT SYSTEMS

The state of Washington sponsors six active retirement systems for its own employees and for other non federal public employees in the state. Chapter 105, Laws of 1975-76 created the Office of State Actuary, who is appointed by a special committee of the Legislature. The State Actuary performs all actuarial services for the Department of Retirement Systems, including all studies required by law.

In 1980, the State Actuary performed analyses of the actuarial assumptions and methods used for the Public Employee's Retirement System, Teacher's Retirement System and Law Enforcement Officers' and Firefighters' Retirement System. As a result of these studies, major changes in the actuarial basis of these systems were adopted. Actuarial results developed on this basis were first disclosed in the Annual Financial Report for the year ending June 30, 1980. The following table was developed by the State Actuary from the reports of actuarial valuations of these systems and are not included in the financial statements:

Item	Public Employees	Teachers	Law Enforcement Officers & Firefighters	State Patrol	Judicial[1]	Volunteer Firemen
1. Latest Valuation Date	12-31-83	6-30-83	12-31-83	6-30-83	12-31-83	7-1-82
2. State Contribution Rate — Latest Actuarial Valu tions						
Plan I	8.60%	18.10%	82.18%	22.94%	49.45% (est.)	40% of Fire Insurance
Plan II	7.76%	14.66%	41.95%	N/A	N/A	Premium tax & annual fee from employer and employee
3. Funding status (Dollar amount in millions)						
a. Present value of accrued vested benefits	$3,079	$2,538	$2,823	$78	$33.6	N/A
b. Valuation assets	2,732	1,614	923	86	1.6	$22.3
c. Unfunded present value of accrued benefits (a-b)	347	924	1,900	(8)	32.0	N/A
d. Funding Ratio (b÷a)	88.73%	63.59%	32.69%	109.47%	4.82%	N/A

[1]The Judicial Retirement System is funded on a pay as-you-go basis. The 1983-85 appropriation is equivalent to about 6.5% of covered salaries.

Note VI—DEFERRED COMPENSATION PLAN

The state of Washington has a deferred compensation plan pursuant to RCW 41.04.250 and the provisions of Section 457 of the Internal Revenue Code. Under the plan, eligible state employees may execute an individual agreement with the state whereby a portion of an employee's salary or wages may be deferred until such time as the employee terminates employment, becomes disabled, retires or dies. All money, property and rights held under the plan, until made available to participating employees, are solely the money, property, and rights of the state and are subject only to the claims of the state's general creditors.

Employees participating in the plan may defer the lesser of $7,500 or 25 percent of their annual gross compensation from the state. In the three years prior to normal retirement participants may defer, under certain circumstances, up to $15,000 of their annual compensation. Amounts accumulated under the plan have been placed with a selected bank, credit union, savings and loan association and legal reserve life insurance company for the purpose of investing and disbursing such monies for the state. Participants terminating employment with the state have several payout options including lump sum payment, installments over a pre-selected period, and various periodic annuities.

Plan investments, which amounted to $18,004,215 at June 30, 1984, are reported as investments in the Trust and Agency Fund category. The corresponding liability to plan participants is reported in the general long-term obligations group as other long-term liabilities.

Amounts accumulated under the plan are excluded from resources for budgetary purposes and similarly, amounts disbursed to participants upon termination are not treated as expenditures for budgetary purposes.

Note VII—WORKERS' COMPENSATION PROGRAM

The state of Washington requires employers to secure payment of benefits for job-related injuries or diseases either by paying insurance premiums to the State Fund or by self-insuring. Direct private insurance is not authorized, although self-insurers are permitted to reinsure up to 80% of their obligation through private insurers. The laws governing workers' compensation are contained in Chapter 51 RCW. There are five authorized benefit plans; a discussion of each plan follows.

The Accident plan pays compensation directly to injured employees for lost wages during temporary disability and for permanent partial disability awards under specific benefit schedules. This plan also funds State Fund pension benefits to survivors of fatally injured workers and workers adjudged to be permanently and totally disabled. This plan also pays some related ancillary expenses. Financing is primarily by premiums paid by State Fund employers.

The Medical Aid plan pays benefits to the providers of medical services to injured workers. Employers are allowed to withhold half of the medical aid premium from employees' wages.

The Pension Reserve plan pays benefits to all pensioners including self-insured claimants. When a pension is established, the actuarial present value of the pension is deposited in the Pension Reserve plan. The Accident plan makes the deposit for State Fund pensions. A self-insurer has the option of making a cash deposit or purchasing a surety bond to guarantee benefit payments; when a bond is purchased reimbursements coincide with benefit payments.

The Accident, Medical Aid and Pension Reserve plans are required to be maintained on an actuarially solvent basis, except that a cash flow basis is authorized for the Pension Reserve plan when benefits are guaranteed by a surety bond.

The Supplemental Pension plan pays cost of living increases to pensioners and workers receiving temporary disability benefits. Cost of living increases are based on the increase in the state average wage during the preceding calendar year and are granted in July. This plan is financed through assessments to self-insurers and State Fund employers, half of the assessment may be deducted from employees' wages.

The Second Injury plan makes present value transfers to the Pension Reserve plan where a pre-existing disability is a major factor in the claimant's pension status. This plan contains no State Fund assets however; the Accident and Medical Aid plans include full reserves for State Fund claims. In effect they are fully funded provided the Accident and Medical Aid plans are solvent. Most self-insurers secure payment of future benefits by purchasing surety bonds.

The employer assessment rate for the Supplemental Pension and Secondary Injury plans are scheduled each year to provide the funds for projected payments.

Note VIII—SUMMARY OF SIGNIFICANT LITIGATION

The state and its agencies are parties to numerous routine legal proceedings which normally occur in governmental operations, but the recurring pattern of such litigation is not likely to have a material adverse effect on the state's financial position. In addition, the state is involved with the following extraordinary legal proceedings which could have a material impact on certain state funds if judgments were entered adverse to the state:

(a) *American Federation of State, County and Municipal Employees, et al. v. State of Washington, et al.*, (Ninth Circuit Court of Appeals No. 84-3569). This is the "comparable worth" litigation now pending wherein the governmental employees' labor union has challenged the state's pay rates for certain positions filled by 70 percent or more female employees. The United States District Court has concluded that the state's compensation of its employees discriminates against female employees. The court has ordered the state to promptly complete and implement a comparable worth plan and also to pay back pay to September, 1979 for those employee classes.

An appeal has been taken to the Ninth Circuit Court of Appeals and the briefs have been filed by all parties. While the appeal is pending a special master on behalf of the United States District Court is continuing to consider the question of back pay. If the district court is affirmed, the cost of back pay and increased compensation for the current biennium (1983-85) may be in excess of $500,000,000.

(b) *Marine Power and Equipment v. State of Washington*, (King County Superior Court). This litigation involves the state's acquisition of six ferries which, as asserted by the plaintiff, Marine Power, reflects a potential liability for the state of approximately $30,000,000. The state not only denies the claim but has a counterclaim in excess of $10,000,000. The case has been transferred from Thurston County to King County and it is anticipated that the trial date will now be November, 1985. If a judgment adverse to the state results, it could have a major impact on the Puget Sound Capital Construction Account of the Motor Vehicle Fund.

In addition to the two significant cases noted above, there is one case which has received publicity because of the amount of the prayer, *i.e.*, $7.25 billion. That suit is *Arthur Hoffer, et al. v. State of Washington, et al.*, King County No. 84-2-16459-0. In that litigation the plaintiffs are seeking to hold the state financially responsible for bonds issued by an entity separate and apart from state government which was created pursuant to general statutory authorization, *i.e.*, the Washington Public Power Supply System.

Note IX—SUMMARY OF SUBSEQUENT EVENTS

On July 1, 1984, the state sold $27,545,000 state of Washington general obligation refunding bonds.

The Bonds are authorized to be issued pursuant to Chapter 138, Laws of 1965, as amended (Chapter 39.53 RCW, the "Bond Refunding Act," which generally authorizes issuance of refunding bonds by the state and local government), and Chapter 184, Laws of 1971, ex. sess. (Chapter 39.42 RCW, the act which empowers the State Finance Committee to issue general obligation bonds on behalf of the State and which contains the limitations on State debt). The Bond Refunding Act permits the issuance of State general obligation bonds without an election to refund outstanding general obligation bonds in order, among other things, to effect a savings and/or to modify the sources of payment, covenants or other terms of the bonds to be refunded.

The Bonds were issued for the purpose of advance refunding two series of motor vehicle fuel tax general obligation bonds dated February 1, 1982, issued in the original principal amount of $25,000,000, of which $24,080,000 is presently outstanding. The refunding is being undertaken by the State to effect a savings in debt service. The outstanding bonds will be defeased by this refunding.

On September 1, 1984, the state sold $163,940,000 various purpose tax general obligation bonds.

The Bonds were issued for the purpose of financing the planning, acquisition, construction and improvement of outdoor recreational facilities, fisheries facilities, jail facilities, higher education facilities, waste disposal facilities, State buildings and facilities, facilities for social and health services, State highways and county and city urban arterials.

STATISTICAL SECTION

SCHEDULES

STATE OF WASHINGTON
Revenue by Fund Type and Source
GAAP Basis
For the Fiscal Year Ended June 30, 1984

By Source	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Taxes:				
Retail Sales	$ 1,927,906,316	.....	$ 42,804,577	.....
Business and Occupation	677,963,785	.....	.....	.....
Use (Compensating)	148,905,444	.....	.....	.....
Motor Vehicle & Fuel	1,832,392	269,743,633	68,261,120	.....
Liquor, Beer, Wine	75,681,984	9,032,836	.....	.....
Cigarette and Tobacco	99,032,078	.....	.....	.....
Insurance Premiums	54,797,533	.....	.....	.....
Public Utility	129,573,647	.....	.....	.....
Pari-mutuels and Amusements	5,506,756	5,173,313	.....	.....
Property	472,272,598	.....	.....	.....
Motor Vehicle Excise	186,089,308	21,900,953	.....	.....
Other Excise	62,845,187	42,801,453	.....	.....
Gift and Inheritance	20,204,652	.....	.....	.....
Other Taxes	69,493,574	29,582	.....	.....
Subtotal	3,932,105,254	348,681,770	111,065,697	.....
Tax Credits:				
Business and Occupation	(74,879,541)	.....	.....	.....
Other Tax Credits	(743,294)	.....	.....	.....
Total Taxes	3,856,482,419	348,681,770	111,065,697	.....
Licenses, Permits and Fees:				
Business and Professions	23,205,299	2,758,524	.....	.....
Hunting and Fishing	1,963,604	15,155,402	.....	.....
Motor Vehicle	775,040	121,234,439	.....	.....
Motor Vehicle Operators	3,165,453	10,001,215	.....	.....
Other Fees	7,171,746	27,773,606	.....	.....
Total Licenses, Permits and Fees	36,281,142	176,923,186	.....	.....
Federal Grants-in-Aid:				
Health and Human Services	580,312,325	86,515,958	.....	690,970
Department of Labor	46,781,032	54,711,144	.....	.....
Department of Agriculture	54,814,377	14,261,056	.....	.....
Department of Transportation	1,301,209	247,699,120	.....	.....
Department of Education	97,186,328	14,595,186	164,258	.....
Other Federal Grants-in-Aid	51,556,078	85,776,787	.....	604,234
Total Federal Grants-in-Aid	831,951,349	503,559,251	164,258	1,295,204
Charges for Services:				
Tuition and Student Fees	113,038,840	1,799,768	3,040,508	15,147,688
Other Charges	15,984,372	130,888,721	.....	380,201
Total Charges for Services	129,023,212	132,688,489	3,040,508	15,527,889
Miscellaneous Revenue:				
Earnings on Investments	31,499,428	34,143,838	14,806,694	9,102,483
Pension Contributions	.....	5,511,109	.....	.....
Unemployment Comp. Contributions	.....	.....	.....	.....
Workmen's Comp. Contributions	.....	.....	.....	.....
Lottery Ticket Proceeds	.....	.....	.....	.....
Property and Timber Management	38,880,331	50,397,732	4,697,736	5,364,139
Fines and Forfeitures	18,766,844	6,017,890	12,454	768,377
Contributions and Grants	14,200,610	49,057,917	.....	430,463
Other	16,848,518	18,369,100	20,337	1,586,748
Total Miscellaneous Revenue	120,195,731	163,497,586	19,537,221	17,252,210
Gross Sales:				
Liquor Sales	.....	.....	.....	.....
Other Sales	.....	.....	.....	.....
Less Cost of Goods Sold	.....	.....	.....	.....
Total Gross Profit on Sales	.....	.....	.....	.....
Total Operating Revenues	4,973,933,853	1,325,350,282	133,807,684	34,075,303
Cost of Goods Sold	.....	.....	.....	.....
Interest Income	.....	.....	.....	.....
Bond Sale Proceeds	.....	284,849,010	.....	154,234,300
Operating Transfers In (Out)	29,834,504	(12,898,858)	110,865,050	(12,294,828)
Other Revenue & Financing Sources	1,235,584	1,163,412	.....	345,000
Total Gross Revenues	$ 5,005,003,941	$ 1,598,463,846	$ 244,672,734	$ 176,359,775

Proprietary Fund Types		Fiduciary Fund Types			Totals Memorandum Only	
Enterprise	Internal Service	Expendable Trust	Nonexpendable Trust	Pension Trust	Year Ended June 30, 1984	Year Ended June 30, 1983
.....	.....	.....	.....	.....	$ 1,970,710,893	$ 1,655,060,617
.....	.....	.....	.....	.....	677,963,785	576,740,973
.....	.....	.....	.....	.....	148,905,444	120,250,721
.....	.....	.....	.....	.....	339,837,145	240,730,275
$ 19,546,036	.....	.....	.....	.....	104,260,856	105,472,962
.....	.....	.....	.....	.....	99,032,078	104,457,891
.....	.....	.....	.....	.....	54,797,533	51,998,901
.....	.....	.....	.....	.....	129,573,647	164,527,740
.....	.....	.....	.....	.....	10,680,069	9,814,870
.....	.....	.....	.....	.....	472,272,598	447,878,662
.....	.....	.....	.....	.....	207,990,261	180,067,339
4,677,815	.....	.....	.....	.....	110,324,455	80,048,239
.....	.....	.....	.....	.....	20,204,652	28,060,792
$ 24,655	.....	.....	.....	.....	69,547,811	68,920,417
24,248,506	.....	.....	.....	.....	4,416,101,227	3,834,030,399
.....	.....	.....	.....	.....	(74,879,541)	(43,784,722)
.....	.....	.....	.....	.....	(743,294)	(2,090,114)
24,248,506	.....	.....	.....	.....	4,340,478,392	3,788,155,563
.....	.....	.....	.....	.....	25,963,823	23,610,707
.....	.....	.....	.....	.....	17,119,006	18,455,669
.....	.....	.....	.....	.....	122,009,479	123,386,910
.....	.....	.....	.....	.....	13,166,668	16,842,876
7,090,669	.....	.....	.....	.....	42,036,021	34,060,117
7,090,669	.....	.....	.....	.....	220,294,997	216,356,279
.....	.....	4,288,857	.....	.....	671,808,110	602,444,464
.....	.....	163,929,482	.....	.....	265,421,658	329,751,379
.....	.....	1,960,060	.....	.....	71,035,493	71,451,634
.....	.....	5,845	.....	.....	249,006,174	304,806,225
23,152	.....	28,815,736	.....	.....	140,784,660	147,233,364
7,729,476	.....	957,332	.....	.....	146,623,907	130,740,417
7,752,628	.....	199,957,312	.....	.....	1,544,680,002	1,586,427,483
16,226,960	531,504	3,307,102	.....	.....	153,092,370	153,957,731
132,031,197	159,459,979	443,154	42,517	.....	439,230,141	364,581,304
148,258,157	159,991,483	3,750,256	42,517	.....	592,322,511	518,539,035
.....	.....	8,452,805	9,833,524	469,712,623	577,551,395	533,048,400
.....	.....	.....	.....	695,325,915	700,837,024	696,215,821
.....	.....	415,302,671	.....	.....	415,302,671	603,103,084
426,694,991	.....	103,626,191	.....	1,658,176	531,979,358	366,392,378
164,927,424	.....	.....	.....	.....	164,927,424	200,117,209
19,788,036	4,547,487	46,090	13,976,900	.....	137,698,451	135,883,321
646,840	369,815	10,309	.....	.....	26,592,529	25,834,345
22,700,794	18,214	13,103,506	6,306,891	.....	105,818,395	89,497,830
11,505,928	(1,768,296)	14,837,751	118,950	(1,202,785)	60,316,251	20,258,022
646,264,013	3,167,220	555,379,323	30,236,265	1,165,493,929	2,721,023,498	2,670,350,410
231,281,217	.....	.....	.....	.....	231,281,217	240,396,613
21,133,311	87,027,039	.....	.....	.....	108,160,350	105,946,649
(195,827,755)	(74,098,001)	.....	.....	.....	(269,925,756)	(274,985,331)
56,586,773	12,929,038	.....	.....	.....	69,515,811	71,357,931
890,200,746	176,087,741	759,086,891	30,278,782	1,165,493,929	9,488,315,211	8,851,186,701
195,827,755	74,098,001	.....	.....	.....	269,925,756	274,985,331
192,530,757	12,151,705	.....	.....	.....	204,682,462	195,774,187
.....	.....	.....	.....	.....	439,083,310	237,053,000
(101,049,709)	(499,809)	(8,791,436)	(3,386,987)	(437,517)	1,340,410	6,929,564
217,180	784,502	.....	14,915,709	12,890	18,674,277	94,984,343
$ 1,177,726,729	$ 262,622,140	$ 750,295,455	$ 41,807,504	$ 1,165,069,302	$10,422,021,426	$ 9,660,913,126

STATE OF WASHINGTON
Expenditures/Expenses by Fund Type, Function/Object
GAAP Basis
For the Fiscal Year Ended June 30, 1984

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
By Function				
General Government	$ 538,040,553	$ 137,141,223	$ 234,645,710	$ 8,612,994
Human Resources	1,762,118,898	141,941,602	.....	55,562,944
Natural Resources	123,108,028	122,326,863	.....	3,448,735
Transportation	16,449,524	603,726,736	.....	1,152,969
Education	2,512,830,162	414,299,412	1,134,453	56,740,746
Total Gross Expenditures/Expenses	$ 4,952,547,165	$ 1,419,435,836	$ 235,780,163	$ 125,518,388
By Object				
Salaries and Wages:				
Higher Education	$ 439,476,896	$ 189,920,313	.....	$ 214,794
All Other	463,765,156	222,611,525	.....	1,482,678
Total Salaries and Wages	903,242,052	412,531,838	.....	1,697,472
Personal Services	15,855,472	18,470,070	.....	78,925
Goods and Services	317,766,804	251,649,255	.....	3,753,218
Travel	17,946,240	21,594,282	.....	105,814
Employee Benefits	198,238,245	88,928,972	.....	236,784
Grants and Subsidies:				
K-12 Basic Education	1,833,129,018	.....	.....	.....
Public Assistance	1,083,255,440	.....	.....	.....
Unemployment Compensation	.....	.....	.....	.....
Other Miscellaneous	527,294,798	293,673,066	.....	1,329,413
Total Grants and Subsidies	3,443,679,256	293,673,066	.....	1,329,413
Depreciation and Amortization	.....	.....	.....	.....
Pension Benefit Payments	.....	.....	.....	.....
Worker's Compensation Benefits	.....	.....	.....	.....
Other Miscellaneous	703,525	.....	.....	.....
Total Operating Expenditures/Expenses	4,897,431,594	1,086,847,483	.....	7,201,626
Capital Outlay:				
Equipment	32,862,159	23,776,457	.....	6,431,333
All Other	8,868,875	308,191,271	.....	111,324,127
Total Capital Outlay	41,731,034	331,967,728	.....	117,755,460
Debt Service	13,384,537	620,625	235,780,163	561,302
Cost of Goods Sold	.....	.....	.....	.....
Interest Expense	.....	.....	.....	.....
Local Government Distributions	.....	.....	.....	.....
Total Gross Expenditures/Expenses	$ 4,952,547,165	$ 1,419,435,836	$ 235,780,163	$ 125,518,388

Proprietary Fund Types		Fiduciary Fund Types			Totals Memorandum Only	
Enterprise	Internal Service	Expendable Trust	Nonexpendable Trust	Pension Trust	Year Ended June 30, 1984	Year Ended June 30, 1983
$ 324,078,586	$ 130,398,989	$ 894,125	.....	$ 469,178,385	$ 1,842,990,565	$ 1,672,273,094
641,204,340	37,216	683,723,166	.....	.....	3,284,588,166	3,252,043,839
15,219,446	7,386,027	553,091	.....	.....	272,042,190	241,455,257
82,817,221	25,175,959	.....	.....	.....	729,322,409	793,033,104
142,070,188	79,139,268	50,274,023	.....	.....	3,256,488,252	3,184,393,252
$ 1,205,389,781	$ 242,137,459	$ 735,444,405	.....	$ 469,178,385	$ 9,385,431,582	$ 9,143,198,546
$ 41,650,275	$ 21,134,202	$ 991,353	.....	.....	$ 693,387,833	$ 621,999,853
92,613,252	44,697,685	1,127,652	.....	45,148	826,343,096	755,791,917
134,263,527	65,831,887	2,119,005	.....	45,148	1,519,730,929	1,377,791,770
12,722,984	1,310,676	59,432	.....	7,173,703	55,671,262	43,958,130
100,996,398	67,476,149	4,179,431	.....	449,175	746,270,430	713,830,005
5,289,508	1,454,058	577,948	.....	1,631	46,969,481	40,881,047
28,535,889	14,649,774	428,782	.....	8,614	331,027,060	338,517,178
.....	.....	.....	.....	.....	1,833,129,018	1,791,129,056
.....	.....	621,192	.....	.....	1,083,876,632	917,209,524
.....	.....	591,556,765	.....	.....	591,556,765	840,220,318
74,293,868	86,032	45,576,541	.....	.....	942,253,718	865,274,930
74,293,868	86,032	637,754,498	.....	.....	4,450,816,133	4,413,833,828
36,639,006	14,766,200	.....	.....	.....	51,405,206	21,312,494
.....	.....	.....	.....	461,500,114	461,500,114	456,996,473
576,022,421	.....	88,597,334	.....	.....	664,619,755	600,918,353
1,844,528	1,277,869	1,081,084	.....	.....	4,907,006	10,394,826
970,608,129	166,852,645	734,797,514	.....	469,178,385	8,332,917,376	8,018,434,104
.....	.....	127,998	.....	.....	63,197,947	75,400,079
.....	.....	440,402	.....	.....	428,824,675	542,978,245
.....	.....	568,400	.....	.....	492,022,622	618,378,324
.....	.....	78,491	.....	.....	250,425,118	196,659,632
195,827,755	74,098,001	.....	.....	.....	269,925,756	274,985,331
14,824,366	1,186,813	.....	.....	.....	16,011,179	9,088,935
24,129,531	.....	.....	.....	.....	24,129,531	25,652,220
$ 1,205,389,781	$ 242,137,459	$ 735,444,405	.....	$ 469,178,385	$ 9,385,431,582	$ 9,143,198,546

STATE OF WASHINGTON
Schedule of Bonds Outstanding
June 30, 1984

Fund No.	Bond Issue Name	Authorized	Authorized, Not Issued	Issued	Redeemed	Outstanding June 30, 1984
	Bonds Issued by Governmental funds:					
	School Building Construction:					
	Limited Obligation Bonds					
311	Public School Building Revenue	$ 22,000,000	$	$ 22,000,000	$ 5,070,000	$ 16,930,000
311	Public School Building Revenue	22,500,000	.....	22,500,000	5,075,000	17,425,000
318	Public School Plant Facilities Revenue	59,000,000	.....	59,000,000	54,700,000	4,300,000
	General Obligation Bonds					
321	Public School Plant Facilities G.O.	16,500,000	.....	16,500,000	12,025,000	4,475,000
372	Common School Building, "Series AC"	22,667,980	.....	22,667,980	1,267,980	21,400,000
372	Common School Plant Facilities G.O.	40,170,000	40,170,000	.....	.....	.....
	Total School Building Construction	$ 182,837,980	$ 40,170,000	$ 142,667,980	$ 78,137,980	$ 64,530,000
	Institutional and Public Building: General Obligation Bonds					
307	Higher Education & Institutional Building G.O.	$ 40,148,774	$	$ 40,148,774	$ 35,723,774	$ 4,425,000
314	State Building & Higher Education G.O.	63,059,000	.....	63,059,000	32,944,000	30,115,000
324	Higher Education G.O. "Series C"	30,155,962	.....	30,155,962	5,415,962	24,740,000
326	Juvenile Correctional Institution Building G.O.	4,600,000	.....	4,600,000	4,285,000	315,000
327	State Building G.O. "Series A"	72,165,000	.....	72,165,000	15,200,000	56,965,000
329	Community College G.O. "Series B" Refunding	59,825,000	.....	59,825,000	9,405,000	50,420,000
329	Community College G.O. "Series A" Refunding	6,300,000	.....	6,300,000	1,530,000	4,770,000
330	University of Washington Hospital G.O. "Series M"	8,000,000	.....	8,000,000	1,240,000	6,760,000
331	Community College Capital Projects G.O.	50,000,000	.....	50,000,000	9,010,000	40,990,000
332	Washington State University Office-Laboratory G.O. "Series T"	1,640,000	.....	1,640,000	330,000	1,310,000
334	Higher Education G.O. "Series E"	7,801,080	.....	7,801,080	1,631,080	6,170,000
349	Community College Projects G.O. "Series AK"	7,300,000	.....	7,300,000	300,000	7,000,000
349	Community College Capital Projects G.O. "Series G"	14,775,435	.....	14,775,435	2,600,435	12,175,000
349	Community College Capital Construction G.O. "Series X"	23,660,000	.....	23,660,000	1,445,000	22,215,000
349	Community College Capital Projects G.O. "Series R"	6,945,000	.....	6,945,000	950,000	5,995,000
349	Community College Capital Projects G.O. "Series F"	9,000,000	.....	9,000,000	1,840,000	7,160,000
349	Community College Capital Projects G.O. "Series L"	26,486,004	.....	26,486,004	4,251,004	22,235,000
353	Higher Education G.O. "Series H"	14,775,000	.....	14,775,000	2,250,000	12,525,000
356	Social and Health Services G.O. "Series I"	41,400,000	.....	41,400,000	5,285,000	36,115,000
356	Social and Health Services G.O. "Series U"	20,000,000	.....	20,000,000	1,410,000	18,590,000
360	Higher Education G.O. "Series AW"	11,250,000	6,250,000	5,000,000	.....	5,000,000
360	Higher Education Construction G.O.	8,670,000	8,670,000	.....	.....	.....
360	Higher Education G.O. "Series S"	9,450,000	.....	9,450,000	1,160,000	8,290,000
360	Higher Education G.O. "Series AP"	8,007,000	.....	8,007,000	240,000	7,767,000
360	Higher Education G.O. "Series V"	13,058,000	.....	13,058,000	788,000	12,270,000
365	Higher Education Facilities G.O. "Series W"	45,023,000	.....	45,023,000	2,508,000	42,515,000
365	Higher Education Construction G.O. "Series AQ-B"	$ 51,500,000	19,500,000	32,000,000	415,000	31,585,000
365	Higher Education G.O. "Series AQ-A"	34,500,000	7,500,000	27,000,000	480,000	26,520,000
368	Washington State University Capital Projects G.O. "Series O"	3,835,000	.....	3,835,000	515,000	3,320,000
369	Fire Service Training Center G.O. "Series AS"	5,953,000	.....	5,953,000	93,000	5,860,000
369	Fire Service Training Center G.O. "Series AE"	1,000,000	.....	1,000,000	65,000	935,000
370	Higher Education Refunding G.O. "Series C" Refunding	48,510,000	.....	48,510,000	10,850,000	37,660,000
372	Social and Health Services G.O. "Series AL"	187,425,000	67,425,000	120,000,000	1,665,000	118,335,000
372	Social and Health Services Construction G.O.	14,660,000	14,660,000	.....	.....	.....
372	Social and Health Services G.O. "Series AA"	102,000,000	.....	102,000,000	4,530,000	97,470,000
	Total Institutional and Public Building	$ 1,052,877,255	$ 124,005,000	$ 928,872,255	$ 160,355,255	$ 768,517,000

STATE OF WASHINGTON
Schedule of Bonds Outstanding—Continued
June 30, 1984

Fund No.	Bond Issue Name	Authorized	Authorized, Not Issued	Issued	Redeemed	Outstanding June 30, 1984
	Highway					
	Limited Obligation Bonds					
303	Highway Construction Revenue	$ 30,000,000	$	$ 30,000,000	$ 15,295,000	$ 14,705,000
303	Columbia Basin Revenue	1,850,000	.....	1,850,000	940,000	910,000
303	State Urban Areas Revenue	165,000,000	.....	165,000,000	55,680,000	109,320,000
303	Ferry Revenue	11,000,000	.....	11,000,000	9,530,000	1,470,000
303	County-City Urban Arterials Revenue	107,000,000	.....	107,000,000	39,385,000	67,615,000
303	Emergency Reserve Revenue	25,000,000	25,000,000	.....	.....	.....
303	Highway Building Site and Construction Revenue	4,000,000	.....	4,000,000	2,045,000	1,955,000
	General Obligation Bonds					
303	Highway Projects G.O. "Series DD"	450,000,000	305,000,000	145,000,000	1,330,000	143,670,000
303	County-City Urban Arterials As Amended G.O.	93,000,000	.....	93,000,000	18,930,000	74,070,000
303	County-City Urban Arterials G.O.	100,000,000	100,000,000	.....	.....	.....
303	I-90 Highway Projects G.O. "Series CC"	100,000,000	95,000,000	5,000,000	185,000	4,815,000
303	State Urban Areas As Amended—G.O. "Series AA-1"	35,000,000	.....	35,000,000	5,660,000	29,340,000
303	County-City Urban Arterials G.O. "Series II"	60,000,000	.....	60,000,000	4,180,000	55,820,000
304	Ferry System Vessels G.O. "Series B"	135,000,000	20,000,000	115,000,000	5,025,000	109,975,000
362	Columbia River Toll Bridge G.O.	80,000,000	80,000,000	.....	.....	.....
	Total Highway	$ 1,396,850,000	$ 625,000,000	$ 771,850,000	$ 158,185,000	$ 613,665,000
	Administrative Building:					
	Limited Obligation Bonds					
301	General Administration Construction Revenue	$ 5,390,000	$	$ 5,390,000	$ 4,575,000	$ 815,000
313	East Capitol Site Revenue	4,000,000	.....	4,000,000	845,000	3,155,000
316	State Capitol Construction Revenue	15,000,000	.....	15,000,000	3,175,000	11,825,000
	General Obligation Bonds					
323	Office Building G.O. "Series B"	$ 27,000,000	.....	27,000	5,280,000	21,720,000
354	Capitol Campus Facilities G.O. "Series J"	6,325,000	.....	6,325,000	580,000	5,745,000
372	Office Building G.O. "Series Z"	12,435,000	.....	12,435,000	570,000	11,865,000
372	State Office & Facilities G.O. "Series AO"	12,062,300	.....	12,062,300	240,000	11,822,300
372	State Buildings G.O. "Series AV"	64,270,000	28,270,000	36,000,000	.....	36,000,000
372	Corrections/State Buildings G.O.	12,820,000	12,820,000	.....	.....	.....
	Total Administrative Building	$ 159,302,300	$ 41,090,000	$ 118,212,300	$ 15,265,000	$ 102,947,300
	General: General Obligation Bonds					
306	Fisheries Capital Projects G.O. "Series P"	$ 4,840,000	$	$ 4,840,000	$ 590,000	$ 4,250,000
306	Fisheries Capital Projects G.O. "Series AN"	6,500,000	.....	6,500,000	310,000	6,190,000
306	Fisheries Facilities G.O. "Series Y"	6,000,000	4,000,000	2,000,000	120,000	1,880,000
312	Water Pollution Control Facilities G.O.	25,000,000	.....	25,000,000	11,245,000	13,755,000
322	Expo '74 Pavilion G.O. "Series D"	2,900,000	.....	2,900,000	530,000	2,370,000
336	Waste Disposal Facilities G.O.	225,000,000	53,000,000	172,000,000	15,195,000	156,805,000
336	Waste Disposal Facilities G.O. "Series AJ"	450,000,000	370,000,000	80,000,000	1,005,000	78,995,000
337	Water Supply Facilities G.O.	75,000,000	.....	75,000,000	10,330,000	64,670,000
338	Public Recreation Facilities G.O.	40,000,000	.....	40,000,000	6,675,000	33,325,000
339	Social & Health Services G.O.	25,000,000	.....	25,000,000	3,735,000	21,265,000
346	Outdoor Recreational Facilities G.O.	40,000,000	.....	40,000,000	17,765,000	22,235,000
351	Indian Cultural Center G.O. "Series AR"	1,000,000	.....	1,000,000	15,000	985,000
352	Fisheries Capital Projects G.O. "Series K"	5,132,900	.....	5,132,900	817,900	4,315,000
358	Emergency Water Projects G.O. "Series N"	18,000,000	.....	18,000,000	2,905,000	15,095,000
363	Salmon Enhancement G.O. "Series Q"	34,500,000	8,500,000	26,000,000	2,635,000	23,365,000
372	Pacific Northwest Festival Facility G.O.	5,000,000	5,000,000	.....	.....	.....
372	Water Supply Facilities G.O. "Series AF"	10,000,000	.....	10,000,000	425,000	9,575,000
372	Handicapped Facilities G.O. "Series AI"	25,000,000	.....	25,000,000	585,000	24,415,000
372	Outdoor Recreational Facilities G.O. "Series AD"	10,000,000	3,200,000	6,800,000	440,000	6,360,000
372	Jail Renovation G.O. "Series AB"	106,000,000	.....	106,000,000	3,030,000	102,970,000
372	Public Water Supply Facilities G.O. "Series AM"	125,000,000	95,000,000	30,000,000	240,000	29,760,000
372	Cultural Facilities G.O. "Series AH"	3,000,000	.....	3,000,000	80,000	2,920,000
372	Local Jail Improvement G.O. "Series AU"	144,300,000	51,300,000	93,000,000	140,000	92,860,000
372	Outdoor Recreation Projects G.O. "Series AG"	13,349,010	.....	13,349,010	125,000	13,224,010
372	Fisheries Facilities G.O. "Series AX"	1,165,000	.....	1,165,000	.....	1,165,000
	Total General	$ 1,401,686,910	$ 590,000,000	$ 811,686,910	$ 78,937,900	$ 732,749,000
	Sub-Total Governmental Funds	$ 4,193,554,445	$ 1,420,265,000	$ 2,773,289,445	$ 490,881,135	$ 2,282,408,310

Source: Washington State Office of State Treasurer

STATE OF WASHINGTON
Schedule of Bonds Outstanding—Continued
As of June 30, 1984

Fund No.	Bond Issue Name	Authorized	Authorized, Not Issued	Issued	Redeemed	Outstanding June 30, 1984
	Bonds Issued by Proprietary Funds					
	University of Washington					
	Housing and Dining System:					
	1965, Series A	$ 3,256,000	$	$ 3,256,000	$ 1,743,000	$ 1,513,000
	Series B	1,925,000	.....	1,925,000	780,000	1,145,000
	Series C	760,000	.....	760,000	60,000	700,000
	Series D	1,015,000	.....	1,015,000	35,000	980,000
	Series E	2,445,000	.....	2,445,000	420,000	2,025,000
	Series F	6,135,000	.....	6,135,000	1,920,000	4,215,000
	1966	3,500,000	.....	3,500,000	890,000	2,610,000
	1979, Series A	1,083,000	.....	1,083,000	70,000	1,013,000
	Series B	4,910,000	.....	4,910,000	160,000	4,750,000
	1980	6,485,000	.....	6,485,000	.....	6,485,000
	1982	4,338,000	.....	4,338,000	.....	4,338,000
	Commodore-Duchess Revenue, 1960	1,100,000	.....	1,100,000	760,000	340,000
	Parking System Revenue:					
	1966	2,500,000	.....	2,500,000	1,140,000	1,360,000
	1969	3,500,000	.....	3,500,000	985,000	2,515,000
	Student Activity Facilities, 1965	3,500,000	.....	3,500,000	1,695,000	1,805,000
	Student Facilities Construction Revenue:					
	1968	3,500,000	.....	3,500,000	1,255,000	2,245,000
	1969	2,500,000	.....	2,500,000	780,000	1,720,000
	1972	3,238,000	.....	3,238,000	618,000	2,620,000
	1975	8,350,000	.....	8,350,000	950,000	7,400,000
	Total University of Washington	$ 64,040,000	$	$ 64,040,000	$ 14,261,000	$ 49,779,000
	Washington State University					
	Housing and Dining System Revenue:					
	1965, Series A	$ 1,635,000	$	$ 1,635,000	$ 820,000	$ 815,000
	Series B	5,195,000	.....	5,195,000	1,665,000	3,530,000
	Series C	2,200,000	.....	2,200,000	815,000	1,385,000
	Series D	3,450,000	.....	3,450,000	895,000	2,555,000
	Series E	2,954,000	.....	2,954,000	929,000	2,025,000
	Series F	1,890,000	.....	1,890,000	580,000	1,310,000
	1968, Series G	1,880,000	.....	1,880,000	435,000	1,445,000
	1970, Series H	3,685,000	.....	3,685,000	480,000	3,205,000
	1971, Series I	2,915,000	.....	2,915,000	380,000	2,535,000
	Series J	2,205,000	.....	2,205,000	290,000	1,915,000
	1976 Series K	4,100,000	.....	4,100,000	545,000	3,555,000
	Student Activity Facilities Fee Revenue:					
	1969, Series A	3,000,000	.....	3,000,000	955,000	2,045,000
	Series B	500,000	.....	500,000	195,000	305,000
	1972	3,500,000	.....	3,500,000	730,000	2,770,000
	Parking System Revenue, 1972	750,000	.....	750,000	345,000	405,000
	Total Washington State University	$ 39,859,000	$	$ 39,859,000	$ 10,059,000	$ 29,800,000

STATE OF WASHINGTON
Schedule of Bonds Outstanding—Continued
As of June 30, 1984

Fund No.	Bond Issue Name	Authorized	Authorized, Not Issued	Issued	Redeemed	Outstanding June 30, 1984
	Eastern Washington University					
	Student Union Building:					
	1955	$ 210,000	$	$ 210,000	$ 200,000	$ 10,000
	1958	185,000	.....	185,000	176,000	9,000
	Student Activity Facilities Fee Revenue:					
	1969, Series B	500,000	.....	500,000	195,000	305,000
	1973	1,510,000	.....	1,510,000	270,000	1,240,000
	Student and Dining Facilities:					
	1964, Series A	2,092,000	.....	2,092,000	150,000	1,942,000
	Series B	1,384,000	.....	1,384,000	419,000	965,000
	1965	1,813,000	.....	1,813,000	562,000	1,251,000
	1966	1,785,000	.....	1,785,000	480,000	1,305,000
	1969	3,135,000	.....	3,135,000	705,000	2,430,000
	Total Eastern Washington University	$ 12,614,000	$	$ 12,614,000	$ 3,157,000	$ 9,457,000
	Central Washington University					
	Housing System:					
	1958	$ 1,446,000	$	$ 1,446,000	$ 795,000	$ 651,000
	1961	3,324,000	.....	3,324,000	1,627,000	1,697,000
	1963	2,800,000	.....	2,800,000	924,000	1,876,000
	1964	2,550,000	.....	2,550,000	776,000	1,774,000
	1965	1,275,000	.....	1,275,000	357,000	918,000
	1967	3,000,000	.....	3,000,000	839,000	2,161,000
	1969, Issue I	580,000	.....	580,000	520,000	60,000
	Issue II	2,415,000	.....	2,415,000	565,000	1,850,000
	1970	3,050,000	.....	3,050,000	595,000	2,455,000
	Student Union Revenue, 1960	321,000	.....	321,000	224,000	97,000
	Student Activity Facilities Fee Revenue, 1968	2,400,000	.....	2,400,000	720,000	1,680,000
	Total Central Washington University	$ 23,161,000	$	$ 23,161,000	$ 7,942,000	$ 15,219,000
	Western Washington University					
	1965, Series A	$ 500,000	$	$ 500,000	$ 400,000	$ 100,000
	Series B	384,000	.....	384,000	374,000	10,000
	Series C	1,805,000	.....	1,805,000	825,000	980,000
	Series D	1,750,000	.....	1,750,000	700,000	1,050,000
	Series E	1,460,000	.....	1,460,000	505,000	955,000
	Series F	2,350,000	.....	2,350,000	675,000	1,675,000
	1966	1,475,000	.....	1,475,000	385,000	1,090,000
	1967, Series A	1,630,000	.....	1,630,000	475,000	1,155,000
	Series B	525,000	.....	525,000	100,000	425,000
	Series C	500,000	.....	500,000	125,000	375,000
	Series D	865,000	.....	865,000	165,000	700,000

STATE OF WASHINGTON
Schedule of Bonds Outstanding—Continued
As of June 30, 1984

Fund No.	Bond Issue Name	Authorized	Authorized, Not Issued	Issued	Redeemed	Outstanding June 30, 1984
	Western Washington University (continued)					
	1968	$ 3,900,000	$	$ 3,900,000	$ 560,000	$ 3,340,000
	1970, Series A	3,850,000	.....	3,850,000	690,000	3,160,000
	1973	2,430,000	.....	2,430,000	570,000	1,860,000
	Total Western Washington University	$ 23,424,000	$	$ 23,424,000	$ 6,549,000	$ 16,875,000
	Fort Steilacoom Community College					
	Parking System	$ 250,000	$	$ 250,000	$ 155,000	$ 95,000
	Olympic Community College					
	Housing and Dining System	$ 1,320,000	$	$ 1,320,000	$ 875,000	$ 445,000
	Peninsula Community College					
	Dormitory System	$ 625,000	$ 1,000	$ 624,000	$ 140,000	$ 484,000
	Washington Toll Bridge Authority					
	Washington State Ferries	$ 37,200,000	$	$ 37,200,000	$ 13,980,000	$ 23,220,000
	Washington Dept. of Transportation					
	Spokane River Toll Bridge G.O.	$ 4,915,000	$	$ 4,915,000	$ 990,000	$ 3,925,000
	Washington State Convention and Trade Center					
	G.O. "Series AT"	$ 99,000,000	$ 6,250,000	$ 92,750,000	$	$ 92,750,000
	Sub-Total Proprietary Funds	$ 306,408,000	$ 6,251,000	$ 300,157,000	$ 58,108,000	$ 242,049,000
	Grand Total (Bonds Outstanding)	$4,499,962,445	$1,426,516,000	$3,073,446,445	$ 548,989,135	$2,524,457,310

STATE OF WASHINGTON
Refunded and Defeased Long-Term Debt
As of June 30, 1984

Fund No.	Bond Issue Name	Authorized	Authorized, Not Issued	Issued	Redeemed	Outstanding June 30, 1984
	State Agency Refunded Debt					
328	State Board for Community Colleges:					
	1969	$ 22,000,000	$	$ 22,000,000	$ 5,080,000	$ 16,920,000
	1971	21,000,000	.....	21,000,000	3,015,000	17,985,000
	1972, Series A	10,000,000	.....	10,000,000	2,055,000	7,945,000
	Series C	10,000,000	.....	10,000,000	1,910,000	8,090,000
	Total State Board for Community Colleges	$ 63,000,000	$	$ 63,000,000	$ 12,060,000	$ 50,940,000
341	Eastern Washington University:					
	1965, Series A	$ 2,955,000	$	$ 2,955,000	$ 1,330,000	$ 1,625,000
	1972, Series C	2,600,000	.....	2,600,000	835,000	1,765,000
	1973, Series D	1,111,000	.....	1,111,000	526,000	585,000
	1973, Series E	1,435,000	.....	1,435,000	1,435,000	.....
	Total Eastern Washington University	$ 8,101,000	$	$ 8,101,000	$ 4,126,000	$ 3,975,000
342	Central Washington University:					
	1966, Series A	$ 2,900,000	$	$ 2,900,000	$ 1,290,000	$1,610,000
	1971, Series B	3,000,000	.....	3,000,000	3,000,000	.....
	1973, Series C	3,025,000	.....	3,025,000	1,655,000	1,370,000
	Total Central Washington University	$ 8,925,000	$	$ 8,925,000	$ 5,945,000	$ 2,980,000
343	Western Washington University:					
	1965, Series A	$ 3,850,000	$	$ 3,850,000	$ 1,725,000	$ 2,125,000
	1968, Series B	1,250,000	.....	1,250,000	390,000	860,000
	1970, Series C	1,800,000	.....	1,800,000	410,000	1,390,000
	1973, Series D	4,720,000	.....	4,720,000	1,200,000	3,520,000
	Total Western Washington University	$ 11,620,000	$	$ 11,620,000	$ 3,725,000	$ 7,895,000
344	The Evergreen State College:					
	1972, Series A	$ 544,125	$	$ 544,125	$ 544,125	$ .....
	1974, Series B	615,000	.....	615,000	155,000	460,000
	1975, Series C	1,032,000	.....	1,032,000	.....	1,032,000
	Total The Evergreen State College	$ 2,191,125	.....	$ 2,191,125	$ 699,125	$ 1,492,000
347	Washington State University:					
	1963, Series A	$ 4,580,000	$	$ 4,580,000	$ 2,430,000	$ 2,150,000
	1966	2,875,000	.....	2,875,000	1,315,000	1,560,000
	1969, Series A	2,890,000	.....	2,890,000	828,000	2,062,000
	Series B	2,855,000	.....	2,855,000	1,230,000	1,625,000
	1972, Series A	5,500,000	.....	5,500,000	1,205,000	4,295,000
	1974	750,000	.....	750,000	215,000	535,000
	Total Washington State University	$ 19,450,000	$	$ 19,450,000	$ 7,223,000	$ 12,227,000

STATE OF WASHINGTON
Refunded and Defeased Long-Term Debt—Continued
As of June 30, 1984

Fund No.	Bond Issue Name	Authorized	Authorized, Not Issued	Issued	Redeemed	Outstanding June 30, 1984
348	University of Washington:					
	1959, Series B	$ 2,750,000	$	$ 2,750,000	$ 1,730,000	$ 1,020,000
	1960, Series C	2,000,000	.....	2,000,000	1,255,000	745,000
	1961, Series D	3,000,000	.....	3,000,000	1,784,000	1,216,000
	1962, Series E	3,000,000	.....	3,000,000	1,784,000	1,216,000
	1964, Series F	1,500,000	.....	1,500,000	765,000	735,000
	1965, Series G	5,250,000	.....	5,250,000	2,650,000	2,600,000
	1967, Series H	3,200,000	.....	3,200,000	1,460,000	1,740,000
	Series I	1,800,000	.....	1,800,000	760,000	1,040,000
	1969, Series J	4,000,000	.....	4,000,000	1,060,000	2,940,000
	Total University of Washington	$ 26,500,000	$	$ 26,500,000	$ 13,248,000	$ 13,252,000
	Total State Agency Refunded Bonds	$ 139,787,125	$	$ 139,787,125	$ 47,026,125	$ 92,761,000
	Defeased State Debt:					
345	Outdoor Recreation Facilities, 1963	$ 10,000,000	.....	$ 10,000,000	$ 7,720,000	$ 2,280,000
	Total State Defeased Debt	$ 10,000,000	$	$ 10,000,000	$ 7,720,000	$ 2,280,000
	Total Retained in Escrow	$ 149,787,125	$	$ 149,787,125	$ 54,746,125	$ 95,041,000

Source: Washington State Office of State Treasurer

STATE OF WASHINGTON
General Long-Term Obligation Account Group
Debt Service to Maturity
As of June 30, 1984

Fund No.	Bond Issue Name	Principal	Interest	Total
	School Building Construction:			
	Limited Obligation Bonds			
311	Public School Building Revenue	$ 16,930,000	$ 11,738,750.00	$ 28,668,750.00
311	Public School Building Revenue	17,425,000	11,420,005.00	28,845,005.00
318	Public School Plant Facilities Revenue	4,300,000	116,367.50	4,416,367.50
	General Obligation Bonds			
321	Public School Plant Facilities G.O.	4,475,000	468,220.00	4,943,220.00
372	Common School Building, "Series AC"	21,400,000	25,860,647.50	47,260,647.50
372	Common School Plant Facilities G.O.	.....	.....	.....
	Total School Building Construction	$ 64,530,000	$ 49,603,990.00	$ 114,133,990.00
	Institutional and Public Building: General Obligation Bonds			
307	Higher Education & Institutional Building G.O.	$ 4,425,000	$ 394,560.00	$ 4,819,560.00
314	State Building & Higher Education G.O.	30,115,000	5,486,090.00	35,601,090.00
324	Higher Education G.O. "Series C"	24,740,000	14,891,822.50	39,631,822.50
326	Juvenile Correctional Institution Building G.O.	315,000	9,450.00	324,450.00
327	State Building G.O."Series A"	56,965,000	32,625,505.00	89,590,505.00
329	Community College G.O. "Series B" Refunding	50,420,000	30,158,769.59	80,578,769.59
329	Community College G.O. "Series A" Refunding	4,770,000	2,547,030.00	7,317,030.00
330	University of Washington Hospital G.O. "Series M"	6,760,000	3,967,327.50	10,727,327.50
331	Community College Capital Projects G.O.	40,990,000	24,076,637.71	65,066,637.71
332	Washington State University— Office-Laboratory G.O. "Series T"	1,310,000	594,470.00	1,904,470.00
334	Higher Education G.O. "Series E"	6,170,000	3,375,375.00	9,545,375.00
349	Community College Projects G.O. "Series AK"	7,000,000	11,029,084.80	18,029,084.80
349	Community College Capital Projects G.O. "Series G"	12,175,000	7,507,167.50	19,682,167.50
349	Community College Capital Construction G.O. "Series X"	22,215,000	26,003,551.25	48,218,551.25
349	Community College Capital Projects G.O. "Series R"	5,995,000	3,832,165.00	9,827,165.00
349	Community College Capital Projects G.O. "Series F"	7,160,000	4,074,512.50	11,234,512.50
349	Community College Capital Projects G.O. "Series L"	22,235,000	12,847,680.48	35,082,680.48
353	Higher Education G.O. "Series H"	12,525,000	7,282,601.86	19,807,601.86
356	Social & Health Services G.O. "Series I"	36,115,000	23,623,023.11	59,738,023.11
356	Social & Health Services G.O. "Series U"	18,590,000	15,894,643.75	34,484,643.75
360	Higher Education G.O. "Series AW"	5,000,000	8,831,790.00	13,831,790.00
360	Higher Education G.O. "Series S"	8,290,000	5,645,087.50	13,935,087.50
360	Higher Education G.O. "Series AP"	7,767,000	12,723,214.35	20,490,214.35
360	Higher Education G.O. "Series V"	12,270,000	13,502,141.25	25,772,141.25
365	Higher Education Facilities G.O. "Series W"	42,515,000	51,064,091.25	93,579,091.25
365	Higher Education Construction G.O. "Series AQ-B"	$ 31,585,000	$ 51,842,228.75	$ 83,427,228.75
365	Higher Education Construction G.O. "Series AQ-A"	26,520,000	45,003,595.51	71,523,595.51
368	Washington State Univ. Capital Projects G.O. "Series O"	3,320,000	1,977,362.50	5,297,362.50
369	Fire Service Training Center G.O. "Series AS"	5,860,000	7,364,868.75	13,224,868.75
369	Fire Service Training Center G.O. "Series AE"	935,000	972,765.00	1,907,765.00
370	Higher Education G.O. "Series C" Refunding	37,660,000	14,289,470.00	51,949,470.00
372	Social and Health Services G.O. "Series AL"	118,335,000	189,331,121.76	307,666,121.76
372	Social and Health Services Construction G.O.	.....	.....	.....
372	Social and Health Services G.O. "Series AA"	97,470,000	132,639,737.50	230,109,737.50
	Total Institutional and Public Building	$ 768,517,000	$ 765,408,941.67	$ 1,533,925,941.67
	Highway:			
	Limited Obligation Bonds			
303	Highway Construction Revenue	$ 14,705,000	$ 2,898,407.50	$ 17,603,407.50
303	Columbia Basin Revenue	910,000	179,231.25	1,089,231.25
303	State Urban Areas Revenue	109,320,000	42,642,465.00	151,962,465.00
303	Ferry Revenue	1,470,000	50,490,000	1,520,490.00
303	County-City Urban Arterials Revenue	67,615,000	25,028,456.25	92,643,456.25
303	Highway Building Site and Construction Revenue	1,955,000	385,150.00	2,340,150.00

STATE OF WASHINGTON
General Long-Term Obligation Account Group
Debt Service to Maturity—Continued
As of June 30, 1984

Fund No.	Bond Issue Name	Principal	Interest	Total
	General Obligation Bonds			
303	Highway Projects G.O. "Series DD"	143,670,000	207,899,811.22	351,569,811.22
303	County-City Urban Arterials As Amended G.O.	74,070,000	48,634,871.31	122,704,871.31
303	I-90 Highway Projects G.O. "Series CC"	4,815,000	7,685,935.00	12,500,935.00
303	State Urban Areas As Amended — G.O. "Series AA-1"	29,340,000	16,693,625.00	46,033,625.00
303	County-City Urban Arterial G.O. "Series II"	55,820,000	57,623,325.00	113,443,325.00
	Total Highway	$ 613,665,000	$ 552,648,168.78	$ 1,166,313,168.78
	Administrative Building:			
	Limited Obligation Bonds			
301	General Administration Construction Revenue	$ 815,000	$ 61,575.00	$ 876,575.00
313	East Capitol Site Revenue	3,155,000	2,079,115.00	5,234,115.00
316	State Capitol Construction Revenue	11,825,000	7,798,545.00	19,623,545.00
	General Obligation Bonds			
323	Office Building G.O. "Series B"	21,720,000	12,400,416.25	34,120,416.25
354	Capitol Campus Facilities G.O. "Series J"	5,745,000	5,997,942.32	11,742,942.32
372	Office Building G.O. "Series Z"	$ 11,865,000	$ 15,470,500.00	$ 27,335,500.00
372	State Office & Facilities G.O. "Series AO"	11,822,300	19,953,195.60	31,775,495.60
372	State Buildings G.O. "Series AV"	36,000,000	63,829,596.40	99,829,596.40
	Total Administrative Building	$ 102,947,300	$ 127,590,885.57	$ 230,538,185.57
	General: General Obligation Bonds			
306	Fisheries Capital Projects G.O. "Series P"	$ 4,250,000	$2,741,657.50	$ 6,991,657.50
306	Fisheries Capital Projects G.O. "Series AN"	6,190,000	9,599,147.80	15,789,147.80
306	Fisheries Facilities G.O. "Series Y"	1,880,000	1,617,810.00	3,497,810.00
312	Water Pollution Control Facilities G.O.	13,755,000	2,912,290.00	16,667,290.00
322	Expo '74 Pavilion G.O. "Series D"	2,370,000	1,392,127.50	3,762,127.50
336	Waste Disposal Facilities G.O.	156,805,000	175,400,179.40	332,205,179.40
336	Waste Disposal Facilities G.O. "Series AJ"	78,995,000	130,489,606.46	209,484,606.46
337	Water Supply Facilities G.O.	64,670,000	45,473,609.68	110,143,609.68
338	Public Recreation Facilities G.O.	33,325,000	19,855,237.50	53,180,237.50
339	Social & Health Services G.O.	21,265,000	12,810,231.82	34,075,231.82
346	Outdoor Recreational Facilities G.O.	22,235,000	5,318,557.50	27,553,557.50
351	Indian Cultural Center G.O. "Series AR"	985,000	1,235,687.50	2,220,687.50
352	Fisheries Capital Projects G.O. "Series K"	4,315,000	2,539,180.92	6,854,180.92
358	Emergency Water Projects G.O. "Series N"	15,095,000	8,590,307.50	23,685,307.50
363	Salmon Enhancement G.O. "Series Q"	23,365,000	17,692,312.50	41,057,312.50
372	Water Supply Facilities G.O. "Series AF"	9,575,000	13,963,754.35	23,538,754.35
372	Handicapped Facilities G.O. "Series AI"	24,415,000	37,944,020.45	62,359,020.45
372	Outdoor Recreational Facilities G.O. "Series AD"	6,360,000	6,621,575.00	12,981,575.00
372	Jail Renovation G.O. "Series AB"	102,970,000	127,111,979.35	230,081,979.35
372	Public Water Supply Facilities G.O. "Series AM"	29,760,000	51,688,621.85	81,448,621.85
372	Cultural Facilities G.O. "Series AH"	2,920,000	3,607,252.50	6,527,252.50
372	Local Jail Improvement G.O. "Series AU"	92,860,000	159,874,774.97	252,734,774.97
372	Outdoor Recreation Projects G.O. "Series AG"	13,224,010	22,196,888.25	35,420,898.25
372	Fisheries Facilities G.O. "Series AX"	1,165,000	2,063,587.50	3,228,587.50
	Total General	$ 732,749,010	$ 862,740,397.80	$ 1,595,489,407.80
	Total General Long-Term Obligation Account Group	$ 2,282,408,310	$ 2,357,992,383.82	$ 4,640,400,693.82

Source: Washington State Office of State Treasurer.

STATE OF WASHINGTON
Detail of Bond Sale Proceeds
For the Fiscal Year Ended June 30, 1984

	Special Revenue Funds	Type	Amount
01C	Local Jail Improvement & Const. Acct.	Capital-Jail Const.	$ 85,000,000
01K	Handicapped Facilities Const. Acct.	Capital-Handicapped Facilities	9,000,000
051	State & Local Improvement Revolving Acct.	Capital-Waste Disposal Facilities	15,000,000
055	State & Local Improvement Revolving Acct. Waste Disposal 1980	Capital-Waste Disposal Facilities	50,000,000
070	Outdoor Recreation Account	Capital-Recreation Project	9,849,010
072	State & Local Improvement Acct. Water Supply Facilities	Capital-Water Supply Facilities	25,000,000
108/099	Puget Sound Capital Construction Acct.	Capital-Ferry System Vessels	20,000,000
108	Motor Vehicle Fund	Capital-Highway Construction	65,000,000
112	Urban Arterial Trust Account	Capital-Road Construction (city & county)	6,000,000
	Total Special Revenue Funds		$ 284,849,010
	Capital Project Funds		
01L	Higher Education Construction Acct.	Capital-Higher Education	$ 37,000,000
056	State Higher Education Construction Acct.	Capital-Higher Education	8,007,000
057	State Building Construction Acct.	Capital-Capital Facilities Improvements	43,062,300
075	State Social & Health Services Const. Acct.	Capital-DSHS Facilities	65,000,000
078	Fisheries Capital Project Acct.	Capital-Fisheries Facilities	1,165,000
	Total Capital Projects Fund		$ 154,234,300
	TOTAL		$ 439,083,310

Source: Washington State Treasurer

STATISTICS

STATE OF WASHINGTON
Expenditures/Expenses by Function/Object
Fiscal Years 1975 to 1984
(Dollars in Millions)

FUNCTION	1975	1976	1977	1978	1979	1980	1981	1982	1983	1984
General Government										
Legislative	$ 11.6	$ 10.4	$ 15.3	$ 11.2	$ 18.0	$ 17.6	$ 21.9	$ 21.2	$ 23.9	$ 27.1
Judicial	5.1	5.9	6.4	8.4	8.9	11.7	14.1	17.9	18.6	20.3
Executive	47.4	48.8	53.9	55.1	61.4	116.1	146.0	176.8	154.8	162.6
Bond Retirement and Interest	92.0	96.8	109.1	110.9	116.1	120.9	127.6	157.4	194.3	234.5
Payments to Political Subdivisions	135.1	141.8	177.5	212.3	229.4	249.4	251.2	257.4	245.5	269.7
Pension Benefit Payments	.....	.....	.....	.....	.....	277.2	309.7	368.3	457.0	461.5
All Other General Government	95.9	135.8	100.1	193.7	196.6	540.7	525.9	224.0	578.2	667.3
Total General Government	387.1	439.5	462.3	591.6	630.4	1,333.6	1,396.4	1,223.0	1,672.3	1,843.0
Human Resources										
Social and Health Services	587.2	643.9	724.7	836.1	870.7	1,103.2	1,283.6	1,233.9	1,300.8	1,503.1
Workmen's Compensation	.....	.....	.....	.....	.....	229.5	272.1	502.4	600.9	664.6
Unemployment Compensation	.....	.....	.....	.....	.....	312.8	486.7	517.6	840.2	591.6
All Other Human Resources	113.8	168.4	191.3	224.7	284.7	227.0	316.3	388.3	510.1	525.3
Total Human Resources	701.0	812.3	916.0	1,060.8	1,155.4	1,872.5	2,358.7	2,642.2	3,252.0	3,284.6
Natural Resources	118.2	136.4	153.8	148.1	181.5	186.2	215.3	228.3	241.5	272.0
Transportation	317.0	290.6	327.7	336.2	507.4	651.3	745.4	734.8	793.0	729.3
Education										
Four-Year Colleges and Universities	393.8	427.3	481.9	498.5	558.4	715.7	932.4	903.7	979.5	1,030.0
Public Schools	578.3	743.4	838.2	889.9	1,108.8	1,328.3	1,601.9	1,880.4	1,889.2	1,876.8
Community Colleges	127.6	159.9	180.3	172.5	189.5	256.6	272.6	274.3	277.9	301.6
All Other Education	19.8	13.9	49.1	20.2	31.1	25.8	36.7	31.4	37.8	48.1
Total Education	1,119.5	1,344.5	1,549.5	1,581.1	1,887.8	2,326.4	2,843.6	3,089.8	3,134.4	3,256.5
Total by Function	$ 2,642.8	$ 3,023.3	$ 3,409.3	$ 3,717.8	$ 4,362.5	$ 6,370.0	$ 7,559.4	$ 7,918.1	$ 9,143.2	$ 9,385.4
OBJECT										
Salaries and Wages	$ 638.2	$ 694.2	$ 782.8	$ 890.3	$ 973.4	$ 1,171.8	$ 1,230.0	$ 1,354.3	$ 1,377.8	$ 1,519.7
Personal Service Contracts	20.3	15.0	16.9	13.2	21.7	24.3	34.2	29.6	44.0	55.7
Goods and Services	231.5	270.1	304.5	466.5	664.4	1,145.3	1,295.9	939.5	988.8	1,016.2
Travel	20.7	21.4	24.1	26.0	32.0	38.5	43.5	38.4	40.9	47.0
Employer Benefits	95.0	108.6	122.5	154.2	181.1	216.1	266.5	277.0	338.5	331.0
Grants and Subsidies	1,252.6	1,539.6	1,736.1	1,968.0	2,288.9	2,737.4	3,115.3	3,101.7	3,573.6	3,859.2
Pension Benefit Payments	.....	.....	.....	.....	.....	277.2	309.7	368.3	457.0	461.5
Workmen's Comp. Payments	.....	.....	.....	.....	.....	229.5	272.1	502.4	600.9	664.6
Unemployment Comp. Payments	.....	.....	.....	.....	.....	312.8	486.7	517.6	840.2	591.6
Debt Service	92.0	96.8	109.1	110.9	116.1	130.9	137.9	176.4	196.7	250.4
Capital Outlay	315.7	346.7	391.0	179.9	275.5	248.2	450.9	553.1	618.4	492.0
Other Charges, Credits	(23.2)	(69.1)	(77.7)	(91.2)	(190.6)	(162.0)	(83.3)	59.8	66.4	96.5
Total by Object	$ 2,642.8	$ 3,023.3	$ 3,409.3	$ 3,717.8	$ 4,362.5	$ 6,370.0	$ 7,559.4	$ 7,918.1	$ 9,143.2	$ 9,385.4

Note: Data for FY 1975 to FY 1979 is for "All Budgeted Funds" per State of Washington Central Accounting System.
Data for FY 1980 to FY 1984 is for "All Funds" per State of Washington Annual Financial Reporting System.
Expenditures for Pension Benefits, Workmen's Compensation, and Unemployment Compensation are non-budgeted and therefore not included through FY 1979.

STATE OF WASHINGTON
Revenues by Source
Fiscal Years 1975 to 1984
(Dollars in Millions)

SOURCE	1975	1976	1977	1978	1979	1980	1981	1982	1983	1984
Taxes:										
Retail Sales Tax	$ 612.4	$ 722.1	$ 814.3	$ 992.4	$ 1,109.7	$ 1,113.1	$ 1,163.4	$ 1,376.3	$ 1,655.1	$ 1,970.7
Business and Occupation Tax	206.4	228.0	257.1	306.6	381.6	396.6	448.6	522.8	576.7	678.0
Compensating Tax	53.3	62.8	70.8	76.4	95.3	94.5	97.8	106.3	120.3	148.9
Fuel Tax	169.4	167.3	188.6	232.6	248.8	254.6	246.8	259.9	240.7	339.8
Alcoholic Beverages Tax	53.6	52.8	59.5	61.8	65.4	89.3	92.5	100.1	105.5	104.3
Tobacco Tax	59.6	51.0	57.5	59.9	69.6	65.0	80.3	94.2	104.5	99.0
Insurance Premium Tax	22.3	25.4	28.7	34.5	41.6	43.7	60.9	47.2	52.0	54.8
Utility Tax	53.3	61.2	69.1	78.2	80.4	106.0	107.5	139.5	164.5	129.6
Property Tax	102.0	185.2	208.9	234.9	278.3	322.9	354.9	397.9	447.9	472.3
Excise Tax	52.5	84.9	95.7	114.2	153.7	148.6	171.7	215.8	260.1	318.3
Gift and Inheritance Tax	36.8	40.2	45.4	45.5	51.6	54.6	54.3	56.2	28.1	20.2
Other Taxes, Less Tax Credits	27.8	48.2	54.2	54.3	62.7	78.6	87.5	19.5	32.8	4.6
Total Taxes	$ 1,449.4	$ 1,729.1	$ 1,949.8	$ 2,291.3	$ 2,638.7	$ 2,767.5	$ 2,966.2	$ 3,335.7	$ 3,788.2	$ 4,340.5
Licenses, Permits, Fees	$ 98.4	$ 103.5	$ 116.8	$ 128.1	$ 135.2	$ 152.2	$ 156.2	$ 189.3	$ 216.4	$ 220.3
Federal Grant-In-Aid	673.6	771.6	870.1	842.8	1,076.0	1,136.2	1,590.5	1,309.7	1,586.4	1,544.7
Charges & Miscellaneous Revenue	286.5	323.4	364.6	406.0	385.8	382.2	579.8	612.5	1,393.7	1,420.4
Earnings on Investments	48.8	49.6	55.9	73.5	82.9	446.7	539.7	686.5	533.0	577.6
Pension Contributions	.....	.....	.....	.....	.....	472.3	554.1	479.4	696.2	700.8
Workmen's Comp. Contributions	.....	.....	.....	.....	.....	440.4	360.4	407.8	366.4	532.0
Unemployment Comp. Contributions	.....	.....	.....	.....	.....	351.7	361.2	381.7	603.1	415.3
Liquor Revenue	57.0	57.1	64.4	67.4	71.7	241.9	263.9	236.9	240.4	231.3
Bond Sale Proceeds	108.9	128.6	145.1	37.0	128.8	144.4	239.1	391.1	237.1	439.1
Total Revenue	$ 2,722.6	$ 3,162.9	$ 3,566.7	$ 3,846.1	$ 4,519.1	$ 6,535.5	$ 7,611.1	$ 8,030.6	$ 9,660.9	$ 10,422.0

Note: Data for FY 1975 to FY 1979 is for "All Budgeted Funds" per State of Washington Central Accounting System.
Data for FY 1980 to FY 1984 is for "All Funds" per State of Washington Annual Financial Reporting System.
Revenues for Pension Contributions, Workmen's Compensation Contributions, and Unemployment Compensation Contributions are non-budgeted and therefore not included through FY 1979.

STATE OF WASHINGTON
Ratio of Annual Debt Service to Expenditures
All Governmental Fund Types
Fiscal Years 1975 to 1984
(Dollars in Millions)

Fiscal Year	Principal	Interest	Total Debt Service	Total Governmental Fund Type Expenditures[1]	Ratio Debt Service to Gen. Fund Expenditures
1975	$ 42.3	$ 49.7	$ 92.0	.....	....
1976	46.0	52.8	98.8	.....	....
1977	50.1	59.0	109.1	.....	....
1978	48.1	62.8	110.9	.....	....
1979	49.4	66.7	116.1	.....	....
1980	52.2	76.9	129.1	$ 5,028.6	2.6
1981	54.6	81.5	136.1	5,822.5	2.3
1982	61.0[2]	115.4	176.4	5,753.7	3.1
1983	60.9	135.8	196.7	6,326.3	3.1
1984	73.2	177.1	250.3	6,733.3	3.7

[1]Financial data by Fund type not available from 1975 to 1979.

[2]Includes payment made for defeasance of Outdoor-Recreation Bonds 1963 of $3,709,000.

FULL-TIME EQUIVALENT STAFF COMPARISON[2]
Allotted Funds
Fiscal Years 1975-1984

Fiscal Year	Total State	Special Employment[1] Programs	Total Regular	General Government	Human Resources	Natural Resources & Recreation	Transportation	Education
1975	58,362	690	57,672	4,043	16,631	3,767	7,639	25,592
1976	60,449	1,204	59,245	4,729	16,655	4,059	7,599	26,203
1977	62,240	1,624	60,616	4,859	17,442	4,208	7,745	26,362
1978	62,556	1,867	60,689	4,741	17,115	4,197	7,675	26,961
1979	65,080	1,533	63,547	5,272	17,508	4,427	7,948	28,392
1980	66,826	1,481	65,345	5,443	18,330	4,486	8,128	28,958
1981	68,128	1,553	66,575	5,685	18,838	4,589	7,926	29,537
1982	64,716	446	64,270	5,458	18,772	4,220	7,722	28,098
1983	64,211	352	63,859	5,568	19,147	4,058	7,640	27,446
1984	66,724	310	66,414	5,646	20,496	4,330	7,951	27,991

Source: Washington Office of Financial Management

Note: Report has been adjusted to reflect reclassification of certain funds from unallotted to allotted per RCW 43.88.110.

[1]Special Employment Programs include EEA, CETA and Job Training Partnership Act (JTPA).

This report was prepared from the following records for all budgeted funds:

a. FY 1973 and FY 1974 reflects data from Table 19, All Budgeted Funds — Employment, of the State Budget Documents. The FTE's for Dept. of Social and Health Services (DSHS) for FY 1973 were adjusted to reflect amended data from DSHS to correct previously overstated FTE data.

b. FY 1975 reflects data as reported by agencies per Report Form A-25 (monthly report by agencies to reflect object & FTE data by program in FY 1975).

c. FY 1976 thru FY 1978 reflects FTE data as reported to the Central Accounting Sytem (CAS) by the Personnel Payroll System (PPS) and/or by agencies not on the PPS. The Special Employment Programs (EEA and CETA) were adjusted for FTE's of the Employment Security Department for CETA participants that had inadvertently been reflected as Object N, Grant charges rather than Object A, Salary charges. Such adjustments were: FY 1976 94. FTE; FY 1977 447. FTE; and FY 1978 392. FTE. (3/7/79)
Such adjustments were: FY 1979 314. FTE (10/18/79)

[2] One full calendar year of paid employment, or the equivalent of 2,088 hours (the number of available work-hours in a year). It is not the number of employees on the payroll, nor is it the number of positions in state government. It is a computed average number of state employees based upon cumulative FTE staff months during one fiscal year or cumulative hours paid during one fiscal year.

The full-time equivalent staff years can be computed two ways:

1. By accumulating all full-time equivalent staff months for a full year and dividing by twelve (12).
2. By accumulating all paid hours for one full year and dividing by 2,088 (the available work-hours in a year).

PUBLIC SCHOOL ENROLLMENT GRADES K-12
Average Annual Full-Time Equivalent Enrollment[1]
1974-1984

Academic Year	Grades K-8	Grades 9-12	Total All Grades
1974-75	505,984	244,073	750,057
1975-76	501,090	247,016	748,106
1976-77	495,825	248,538	744,363
1977-78	493,098	248,987	742,085
1978-79	489,468	245,449	734,917
1979-80	489,876	239,574	729,450
1980-81	489,452	233,164	722,616
1981-82	484,703	228,061	712,764
1982-83	477,511	224,263	701,774
1983-84	473,620	225,999	699,619
Annual Average for 10 Year Period	490,063	238,512	728,575

Source: Washington Superintendent of Public Instruction.

[1] Full-Time Equivalent student defined as:

a. Kindergarten — 4 classroom hours/day for 90 days or 2 classroom hours/day for 180 days.

b. Grades 1 thru 3 — 4 classroom hours/day for 180 days.

c. Grades 4 thru 12 — 5 classroom hours/day for 180 days.

PUBLIC HIGHER EDUCATION ENROLLMENT
Average Annual Full-Time Equivalent Enrollment
1974-84

Year	Community College	4 Year Schools	TOTAL
1974-75	81,417	68,665	150,082
1975-76	86,772	70,594	157,366
1976-77	83,291	70,475	153,766
1977-78	85,666	71,115	156,781
1978-79	88,193	70,542	158,735
1979-80	97,848	72,487	170,335
1980-81	100,357	74,164	174,521
1981-82	86,101	71,768	157,869
1982-83	82,110	70,012	152,122
1983-84	82,317	69,966	152,283
Annual Average for 10 Year Period	87,407	70,979	158,386

Source: Washington Office of Financial Management.
Washington State Higher Education Enrollment Reports, 1974-84.

Washington State Board for Community College Education, MIS-1 Report.

TOTAL RESIDENT POPULATION AND COMPONENTS OF CHANGE
(Figures in Thousands)

Year[2]	Population	Population Change Number	Population Change Percent	Births[3] Number	Deaths[3] Number	Net Migration[3] Number
1974	3,508.7	64.4	1.9	48.2	29.9	46.2
1975	3,567.9	59.2	1.7	50.1	30.3	39.4
1976	3,634.9	67.0	1.9	51.4	30.2	45.8
1977	3,715.4	80.5	2.2	54.2	29.1	55.4
1978	3,836.2	120.8	3.3	57.3	30.4	94.0
1979	3,979.2	143.0	3.7	60.2	30.2	113.0
1980	4,132.2	153.0	3.8	65.4	31.3	119.0
1981[1]	4,226.6	94.4	2.3	68.2	31.8	58.1
1982	4,264.0	37.4	0.9	70.1	31.7	– 0.9
1983	4,285.1	21.1	0.5	69.5[4]	32.3[4]	– 16.0
1984	4,328.1	43.0	1.0	69.3[4]	32.6	6.4

[1] The 1981 estimate for the State was recalculated using 1980 population counts by age which were not available in the spring of 1981.

[2] Year figures are April to April.

[3] Population on April 1 of each year.

[4] Estimated Data.

Source: Washington Office of Financial Management, Policy Analysis & Forecasting Division.

EMPLOYMENT COMPARISON
Washington vs. United States
Calendar Years 1974-1983
(In Thousands)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
Total Civilian Labor Force										
Washington State	1,510.9	1,538.0	1,622.3	1,692.2	1,809.3	1,937.2	1,986.2	1,997.1	2,024.1	2,061.9
Percent Change	2.8	1.8	5.5	4.3	6.9	7.1	2.5	0.5	1.4	1.9
United States	91,976.0	93,770.0	96,151.0	98,984.0	102,233.0	104,961.0	106,973.0	108,671.0	110,238.0	111,512.0
Percent Change	2.9	2.0	2.5	2.9	3.3	2.7	1.9	1.6	1.4	1.2
Total Civilian Employment										
Washington State	1,402.7	1,391.0	1,482.1	1,544.1	1,685.2	1,806.1	1,829.4	1,807.2	1,779.1	1,831.6
Percent Change	3.6	(0.8)	6.5	4.2	9.1	7.2	1.3	(1.2)	(1.6)	3.0
United States	86,803.0	85,830.0	88,753.0	92,017.0	96,046.0	98,825.0	99,303.0	100,396.0	99,526.0	100,821.0
Percent Change	2.1	(1.1)	3.4	3.7	4.4	2.9	0.5	1.1	(0.9)	1.3

Sources: Washington Department of Employment Security.
U.S. Department of Labor, Bureau of Labor Statistics.
Washington Department of Revenue.

LABOR FORCE AND EMPLOYMENT BY SECTOR
Calendar Years 1974-1983
(In Thousands)

[1]Resident Civilian Labor Force and Employment in Washington State	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
Resident Civilian Labor Force	1,510.9	1,538.0	1,622.3	1,692.2	1,809.3	1,937.2	1,986.2	1,997.1	2,024.1	2,061.9
Unemployment	108.2	147.0	140.2	148.1	124.1	131.1	156.8	189.9	245.0	230.3
Rate	7.2%	9.6%	8.6%	8.8%	6.9%	6.8%	7.9%	9.5%	12.1%	11.2%
Total Employment	1,402.7	1,391.0	1,482.1	1,544.1	1,685.2	1,806.1	1,829.4	1,807.2	1,779.1	1,831.6
Non-Agricultural Wage and Salary Workers Employed in Washington State										
Wages and Salary	1,199.1	1,225.7	1,282.9	1,366.9	1,485.4	1,581.2	1,608.3	1,612.0	1,568.8	1,579.7
Manufacturing	253.6	244.0	247.4	260.0	284.7	309.7	308.8	303.3	289.0	276.8
Food Processing	29.0	29.1	30.4	31.6	32.8	32.9	31.9	31.7	31.8	31.4
Lumber and Wood	50.8	47.1	50.9	54.0	55.1	53.9	47.0	44.4	39.4	41.2
Paper and Allied Products	17.7	16.5	17.4	17.6	14.0	15.9	17.6	17.2	16.1	15.7
Chemicals and Petroleum	5.9	6.3	6.5	7.3	7.9	8.6	8.7	9.2	9.5	10.1
Metals and Machinery	43.9	43.2	42.7	44.2	49.0	54.0	54.6	53.5	50.8	47.7
Aerospace	54.1	50.3	45.0	46.1	59.8	72.6	79.6	79.0	74.9	64.4
Other Transportation Equipment	14.3	13.8	14.3	16.6	19.9	21.0	18.7	18.4	17.2	15.2
Other Manufacturing	215.6	206.3	207.2	217.4	238.5	259.0	258.3	253.4	239.7	225.7
Non-Manufacturing	945.5	981.7	1,035.5	1,106.9	1,200.7	1,271.5	1,299.5	1,308.7	1,279.8	1,303.0
Construction	57.1	59.5	66.9	77.5	92.6	104.2	92.9	90.4	76.4	71.7
Transp., Comm. and Utilities	73.8	72.5	75.3	78.8	83.8	89.4	91.4	90.1	89.0	87.6
Trade	273.9	285.6	306.7	329.0	357.8	379.1	381.4	388.2	385.4	394.2
Finance, Insurance and Real Estate	63.3	65.0	68.2	75.0	83.3	89.4	91.8	92.3	90.7	92.2
[2]Services and Miscellaneous	208.0	218.6	233.5	251.6	275.2	293.8	311.7	321.4	319.9	329.3
State and Local Government	209.4	219.6	223.8	232.9	244.6	250.8	263.0	259.9	252.2	260.3
Federal Civilian Government	60.0	60.8	61.0	61.9	63.6	64.7	67.9	66.5	66.3	67.7

[1] Average of Monthly Data

[2] Includes Mining and Quarrying

Source: Washington Department of Revenue

PERSONAL INCOME COMPARISON
Washington Vs. United States
Calendar Years 1974-1983
(In Billions of Dollars)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
Current Dollars										
Washington										
Amount	19.965	22.484	25.174	28.032	32.750	37.684	42.300	47.127	49.111	51.822
Percent Change	12.6	12.6	12.0	11.4	16.8	15.1	12.3	11.4	4.2	5.5
U.S.										
Amount	1,168.600	1,264.975	1,391.275	1,540.475	1,732.650	1,951.175	2,165.300	2,429.425	2,584.600	2,744.225
Percent Change	9.7	8.2	10.0	10.7	12.5	12.6	11.0	12.2	6.4	6.2
1972 Constant Dollars[1]										
Washington										
Amount	17.148	17.951	19.115	20.120	21.976	23.197	23,631	24.227	23.835	24.264
Percent Change	2.2	4.7	6.5	5.3	9.2	5.6	1.9	2.5	(1.6)	1.8
U.S.										
Amount	1,003.736	1,009.960	1,056.397	1,105.670	1,162.657	1,201.093	1,209.665	1,248.901	1,254.356	1,284.900
Percent Change	(0.3)	0.6	4.6	4.7	5.2	3.3	0.7	3.2	0.4	2.4

[1] Deflated by Implicit Price Deflator

Source: Washington Department of Revenue

WASHINGTON PERSONAL INCOME BY COMPONENT
Calendar Years
(In Billions of Dollars)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
Total Personal Income	19.965	22.484	25.174	28.032	32.750	37.684	42.300	47.127	49.111	51.822
Percent Change	12.6	12.6	12.0	11.4	16.8	15.1	12.3	11.4	4.2	5.5
Total Earnings	15.144	16.752	18.688	21.017	24.887	28.602	31.322	33.890	34.426	36.385
Percent Change	11.4	10.6	11.6	12.5	18.4	14.9	9.5	8.2	1.6	5.7
Wages & Salaries	12.503	13.894	15.607	17.631	20.644	24.049	26.667	29.030	29.404	30.488
Percent Change	11.9	11.1	12.3	13.0	17.1	16.5	10.9	8.9	1.3	3.7
Other Labor Income	0.756	0.914	1.076	1.301	1.556	1.784	2.053	2.307	2.486	2.677
Percent Change	19.2	20.8	17.7	21.0	19.6	14.7	15.1	12.4	7.7	7.7
Proprietor's Income	1.885	1.944	2.005	2.085	2.687	2.769	2.602	2.553	2.536	3.220
Percent Change	5.3	3.1	3.1	4.0	28.9	3.1	(6.0)	(1.9)	(0.7)	27.0
Less: Personal Contribution for Social Insurance	0.896	1.016	1.064	1.147	1.366	1.643	1.830	2.120	2.197	2.264
Percent Change	23.6	13.5	4.7	7.8	19.0	20.3	11.3	15.9	3.6	3.1
Plus: Residence Adjustment	0.249	0.379	0.467	0.414	0.433	0.520	0.591	0.658	0.698	0.765
Percent Change	40.3	52.3	23.4	(11.3)	4.3	20.2	13.6	11.3	6.1	9.6
Dividends/Interest/Rent	2.773	3.052	3.459	3.883	4.597	5.500	6.557	8.198	8.846	9.015
Percent Change	14.6	10.1	13.3	12.3	18.4	19.6	19.2	25.0	7.9	1.9
Transfer Payments	2.695	3.321	3.625	3.867	4.202	4.706	5.661	6.502	7.340	7.923
Percent Change	18.9	23.2	9.2	6.7	8.7	12.0	20.3	14.8	12.9	7.9

Figures May Not Total Due to Rounding

Source: Washington Department of Revenue

DOMESTIC FINANCIAL INSTITUTION DEPOSITS
Calendar Years 1974-1983
(In Millions of Dollars)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
National Banks[1]	$ 7,329	$ 8,102	$ 10,613	$ 10,558	$ 12,160	$ 14,721	$ 17,302	$ 16,269	$ 16,284	$ 16,820
Percent Increase	13.4	10.6	31.0	(.5)	15.2	21.1	17.5	(6.0)	.1	3.3
State Chartered Banking Institutions[2]										
Commercial Banks	$ 1,371	$ 1,573	$ 1,685	$ 1,911	$ 2,294	$ 2,637	$ 2,741	$ 2,788	$ 3,028	$ 3,564
Percent Increase	9.9	14.7	7.1	13.4	20.0	15.0	3.9	1.7	8.6	17.7
Mutual Savings Banks	$ 2,143	$ 2,474	$ 3,177	$ 3,437	$ 3,635	$ 3,867	$ 4,060	$ 3,905	$ 3,601	$ 4,537
Percent Increase	10.1	15.5	28.4	8.2	5.8	6.4	5.0	(3.8)	(7.8)	26.0
Branches of Foreign Banks[3]	$ 90	$ 186	$ 228	$ 259	$ 362	$ 419	$ 322	$ 412	$ 466	$ 630
Percent Increase	.....	106.7	22.6	13.6	39.8	15.7	(23.2)	28.0	10.7	35.2
Federal Chartered Credit Unions[4]	$ 251	$ 300	$ 378	$ 479	$ 361	$ 599	$ 644	$ 650	$ 740	$ 821
Percent Increase	17.8	19.5	26.0	26.7	17.1	6.8	7.5	.2	13.9	11.0
Federal Chartered Home Loan Banks[5]	$ 3,000	$ 3,600	$ 4,000	$ 4,600	$ 5,100	$ 5,400	$ 5,700	$ 5,700	$ 7,000	$ 8,330
Percent Increase	3.4	20.0	11.1	15.0	10.9	5.9	5.6	–0–	22.8	19.0
State Chartered Credit Unions[4]	$ 404	$ 500	$ 632	$ 780	$ 899	$ 906	$ 1,036	$ 1,062	$ 1,287	$ 1,556
Percent Increase	7.5	23.8	26.4	23.4	15.3	.8	14.4	2.5	21.2	20.9
State Chartered Savings and Loan Associations[6]	$ 698	$ 877	$ 1,038	$ 1,240	$ 1,421	$ 1,598	$ 1,741	$ 1,674	$ 1,251	$ 1,374
Percent Increase	7.7	25.6	18.4	19.5	14.6	12.5	9.0	(3.9)	(25.3)	9.8

[1] Source: Comptroller of the Currency, Washington D.C.
[2] Source: Department of General Administration, Division of Banking and Small Loans, Olympia, Washington.
[3] Ch. 53, Laws 1st Ex. Sess., 1973 Provided for the Regulation and Supervision Under the Division of Banking and Small Loans.
[4] Source: Washington Credit Union League, Seattle, Washington.
[5] Source: Federal Home Loan Bank, Seattle, Washington.
[6] Source: Department of General Administration, Division of Savings and Loan Associations, Olympia, Washington.

AVERAGE ANNUAL WAGE RATES[1]
Calendar Years 1974-1983
(In Dollars)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
Construction	$ 12,417	$ 14,376	$ 15,295	$ 16,075	$ 17,475	$ 19,287	$ 21,329	$ 23,567	$ 23,706	$ 23,048
Finance, Insurance, Real Estate	9,239	9,663	10,532	11,450	12,730	13,890	15,126	16,436	17,589	18,520
Federal Government	13,023	14,432	15,212	16,443	17,445	18,872	19,652	21,217	22,767	24,208
State and Local Government	9,207	9,840	10,559	11,025	11,785	13,059	14,180	15,656	16,653	17,387
Mining	12,750	14,502	15,514	16,937	18,524	20,701	22,068	23,665	24,261	25,115
Transportation, Communication and Utilities	12,669	13,960	15,302	16,383	17,962	19,416	20,978	22,987	23,994	25,419
Services	7,656	8,265	9,008	9,757	10,541	11,592	12,759	13,878	13,767	14,199
Retail Trade	6,842	7,093	7,561	8,009	8,527	9,119	9,707	10,289	10,483	10,763
Wholesale Trade	10,885	12,598	13,380	14,366	15,524	17,063	18,798	20,169	20,242	21,017

[1] Source: Washington Department of Revenue

TOTAL GROSS BUSINESS INCOME*
Statewide by Industry (SIC)
Calendar Years 1974 to 1983
(In Thousands of Dollars)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
Agri., Forestry, Fishing	230.9	234.9	255.0	272.7	354.2	383.3	428.1	476.5	659.8	717.7
Mining	76.5	110.3	121.6	128.4	148.1	186.7	217.5	203.8	198.2	183.9
Construction	2,825.3	3,403.6	4,023.7	4,779.5	6,259.7	7,630.2	7,556.4	7,670.0	6,960.7	6,847.7
Manufacturing	15,093.7	15,586.9	17,582.8	19,453.2	23,571.3	28,889.4	32,654.6	31,941.9	29,782.2	32,774.3
Transportation	1,189.6	1,378.5	1,523.6	1,828.3	2,097.0	2,461.6	2,788.5	2,987.3	3,004.4	3,108.3
Comm. & Utilities	1,623.7	2,081.4	2,424.0	2,681.9	3,044.0	3,704.0	4,317.9	4,964.0	5,665.2	6,295.6
Whol. Trade	15,238.5	16,791.5	17,516.8	19,770.0	23,881.6	28,890.6	32,003.4	33,819.6	32,242.0	34,136.8
Retail Trade	10,586.8	12,231.9	14,026.3	16,089.3	19,115.7	21,257.6	22,890.6	24,678.6	24,709.0	26,472.3
Fin., Ins., R.E	2,201.1	2,520.8	2,819.5	3,437.3	4,339.5	5,355.0	6,072.0	7,120.9	7,544.0	7,664.9
Service	3,608.0	3,813.4	4,439.7	5,224.3	6,155.1	7,344.6	8,445.2	9,742.3	10,546.0	11,692.7
Total	52,674.1	58,053.2	64,733.0	73,664.9	88,966.2	106,103.0	117,374.2	123,604.9	121,311.5	129,894.2

*Income Subjected to B & O or Public Utility Tax

Source: Washington Dept. of Revenue

VALUE OF AGRICULTURE PRODUCTION
Calendar Years 1974-1983
(in Thousands of Dollars)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983	1983 As Percent of 1982
Field Crops	$ 1,068,376	$ 1,077,227	$ 920,547	$ 753,390	$ 961,421	$ 1,012,707	$ 1,432,130	$ 1,410,867	$ 1,371,875	$ 1,517,112	110
Fruit and Nut Crops	239,328	208,846	283,467	361,937	417,810	457,566	369,823	438,382	387,541	477,902	123
Vegetable Crops	83,711	93,933	90,295	86,718	103,679	127,098	115,898	134,578	144,915	129,201	89
Seed Crops[1]	31,021	26,045	30,320	27,073	35,325	31,969	41,795	31,975	N/A	N/A	N/A
Berry Crops	12,951	12,747	14,988	18,176	20,840	21,906	17,307	21,811	27,641	25,151	91
Total Crops	1,435,387	1,418,798	1,339,617	1,247,294	1,539,075	1,651,246	1,976,953	2,037,613	1,931,972	2,149,366	.....
Specialty Products[2]	122,699	120,356	108,776	149,987	141,595	186,000	160,400	172,194	170,089	171,826	101
Livestock and Livestock Products	447,605	454,375	483,460	486,663	602,144	695,476	815,129	870,463	907,235	942,677	104
State Total	$ 2,005,691	$ 1,993,529	$ 1,931,853	$ 1,883,944	$ 2,282,814	$ 2,532,722	$ 2,952,482	$ 3,080,270	$ 3,009,296	$ 3,263,869	.....

[1] Seed crops not available for 1982 and 1983 due to program modifications.

[2] Includes forestry products, nursery products, greenhouse products, other horticultural products and mushrooms.

Source: Washington State Department of Agriculture

RANK ORDER OF PRINCIPAL COMMODITIES VALUE
Calendar Years 1979-1983
(in thousands of dollars)

	Rank 1983	Value of Production					% Change 1983 vs. 1982
		1979	1980	1981	1982	1983	
Wheat	1	460,200	637,676	659,932	561,076	634,951	13
Milk	2	343,956	382,754	416,648	440,125	472,293	7
Cattle & Calves	3	256,558	311,142	321,342	348,016	356,191	2
Apples	4	332,613	247,695	301,530	252,895	311,608	23
Potatoes	5	123,548	193,314	209,034	198,000	241,020	22
Hay	6	183,309	216,563	171,585	222,453	227,282	2
Barley	7	43,205	93,848	110,200	110,184	144,160	31
Nursery & Greenhouse Products	8	79,000	90,000	97,000	96,000	100,000	4
Hops	9	38,454	86,166	89,205	93,067	92,061	(1)
Corn, Grain	10	34,958	42,240	43,463	69,600	63,938	(8)
All Pears	11	52,557	54,592	55,352	52,005	61,780	19
Eggs	12	49,712	53,095	64,603	60,253	58,110	(4)
Sweet Cherries	13	41,101	30,139	41,479	37,888	55,709	47
Asparagus	14	26,371	20,894	29,268	33,145	35,158	6
Grapes	15	20,971	25,865	30,102	31,299	34,773	11
Chickens & Broilers	16	26,842	27,894	33,716	31,584	30,586	(3)
Corn, Silage	17	20,900	27,531	24,182	30,360	28,750	(5)
Sweet Corn, All	18	23,214	20,675	23,909	35,856	23,451	(35)
Dry Edible Peas	19	13,884	17,993	14,729	18,614	19,161	3
Green Peas, Processing	20	30,967	18,406	17,907	25,455	18,103	(29)
Mint Oil	21	17,116	19,885	16,365	12,553	15,673	25
Onions	22	8,215	14,562	22,330	7,910	15,028	90
Lentils	23	35,160	43,358	22,688	21,165	9,775	(54)
Hogs	24	12,741	18,214	12,087	9,477	9,660	2
Carrots	25	8,376	11,128	9,781	7,436	8,778	18
Strawberries	26	5,696	6,038	6,440	8,072	7,777	(4)
Dry Edible Beans	27	19,200	29,700	25,530	8,937	6,958	(22)
Red Raspberries	28	8,854	4,700	6,916	10,745	6,511	(39)
Peaches	29	4,991	5,549	4,719	5,573	5,979	7
Cranberries	30	3,925	3,442	5,379	4,192	5,935	42
Mushrooms	31	.....	.....	4,713	5,688	5,474	(4)
Mink	32	7,740	6,417	6,912	5,909	5,086	(14)
Blueberries	33	2,626	2,790	2,783	4,283	4,637	8
Oats	34	2,973	3,906	3,504	3,366	3,683	9
Lettuce	35	2,387	3,072	3,112	2,398	2,800	17
Sheep, Lambs & Wool	36	3,140	3,002	3,270	2,687	2,430	(10)
Prunes	37	2,822	3,436	1,688	3,454	2,374	(31)
Apricots	38	865	965	771	1,407	1,671	19
Snap Beans, Processing	39	1,441	1,478	829	1,227	815	(34)
Tart Cherries	40	317	317	343	308	674	119

Source: Washington State Department of Agriculture

INTERNATIONAL TRADE FACTS
All Washington Ports
($ in millions)

	1977	1978	1979	1980	1981	1982	1983
Exports[1]	5,448	7,181	10,920	14,023	14,735	11,345	12,125
Imports	8,442	10,022	13,004	16,128	18,043	16,079	17,863
Trade Balance	(2,994)	(2,841)	(2,084)	(2,105)	(3,308)	(4,734)	(5,738)
Two Way Trade	13,890	17,203	23,924	30,151	32,778	27,424	29,988

Includes Boeing Co. Figures

[1] These figures indicate total international trade from the state of Washington, including bonded shipments to other states and Canada.

WASHINGTON MAJOR EXPORT TRADING PARTNERS
Calendar Years 1977-1983
(in millions of U.S. dollars)

	1977	1978	1979	1980	1981	1982*	1983
Japan	1,212	1,679	1,958	3,154	2,723	2,462	2,325
Canada	1,461	1,704	2,232	2,356	2,559	1,865	1,971
South Korea	226	359	482	628	669	599	786
Taiwan	95	174	260	358	443	269	484
China	7	40	71	142	169	203	234
Hong Kong	36	51	75	128	181	137	152
Philippines	50	44	84	94	166	121	150
Singapore	19	26	39	74	88	85	135
India	25	25	31	67	75	114	122
Indonesia	40	32	42	65	76	98	114

Sources: Port of Seattle (All Washington Ports) — Waterborne Trade U.S. Dept. of Commerce, International Trade Administration — Canada, All Modes.

*Based on waterborne trade, except for Canada.

WASHINGTON MAJOR IMPORT TRADING PARTNERS
Calendar Years 1978-1983
(in millions of U.S. dollars)

	1977	1978	1979	1980	1981	1982*	1983
Japan	2,712	3,303	3,897	4,900	6,410	6,239	6,668
Canada	1,918	2,289	2,695	2,606	2,684	2,419	2,730
Taiwan	704	1,029	1,572	2,030	2,052	1,748	2,347
Hong Kong	529	623	1,059	1,335	1,318	1,104	1,189
South Korea	509	639	855	1,177	1,279	1,024	1,334
Indonesia	412	483	565	860	637	498	663
Australia	296	374	460	502	458	449	421
Peru	28	42	97	245	132	71	509
Singapore	87	112	208	316	340	353	374
China	22	42	119	140	188	206	246

Sources: Port of Seattle (All Washington Ports) — Waterborne Trade U.S. Dept. of Commerce, International Trade Administration — Canada, All Modes.

*Based on waterborne trade, except for Canada.

PROPERTY TAX VALUATIONS AND AVERAGE TAX RATES
Calendar Years 1974-1983 by Year Due
(in millions of dollars)

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
Assessed Valuation[1]										
County	18,066	38,211	42,496	48,357	56,089	63,105	73,063	105,678	118,395	137,928
State	1,230	2,548	2,711	3,023	3,079	3,477	3,728	4,202	4,850	5,476
Total	19,296	40,760	45,207	51,381	59,168	66,583	76,791	109,881	123,245	143,404
Percent Change	+7.7	+5.6[3]	+10.9	+13.7	+15.2	+12.5	+15.3	+43.1	+12.2	+16.4
Total Taxes Levied	716	806	727	927	1,002	1,064	1,006	1,129	1,243	1,434
Percent Change	+6.2	+12.5	-9.8	+27.5	+8.1	+6.2	-5.4	+12.1	+10.1	+15.4
Average Tax Rate in Dollars Per Thousand[2]	18.56	19.78	16.09	18.05	16.94	15.98	13.11	10.28	10.10	10.06

[1]County assessed valuations as equalized by the county boards of equalization, and state assessed valuations are valuations of intercounty utilities and private car companies as equalized by the State Board of Equalization for county purposes.

[2]Total taxes levied divided by total assessed valuation. All years adjusted to dollars per thousand levied on 100% assessment level.

[3]Adjusted for increase in assessed valuation from 50% to 100%.

Source: Washington Dept. of Revenue, Property Tax Division.

SELECTED FINANCIAL RATIOS
Calendar Years 1974-1983

	1974	1975	1976	1977	1978	1979	1980	1981	1982	1983
State Debt Per Capita	243.41	247.17	255.39	301.24	319.84	332.82	317.48	356.97	440.08	527.18
State Debt/Percent of Personal Income	4.28%	3.92%	3.69%	3.99%	3.75%	3.51%	3.10%	3.20%	3.82%	4.35%
Total Debt Service/Percent of Personal Income	0.39%	0.38%	0.36%	0.35%	0.34%	0.32%	0.30%	0.34%	0.38%	0.41%
State Debt/Percent of Market Value of Taxable Property	1.80%	1.67%	1.60%	1.61%	1.45%	1.27%	1.03%	1.04%	1.20%	1.50%
Factors:										
Population (in thousands)[1]	3,508.7	3,567.9	3,634.9	3,715.4	3,836.2	3,979.2	4,132.2	4,226.6	4,264	4,285
Personal Income (in millions)[2]	19.965	22.484	25.174	28.032	32.750	37.684	42.300	47.110	49.074	51.883
Total Debt Service[3] (in thousands)	77,908	84,672	89,794	99,173	112,283	120,913	127,557	160,041	187,261	212,829
Market Value of Taxable[4] Property (in millions)	47,460	52,674	58,140	69,460	84,489	103,916	127,698	144,466	156,893	150,999
State Debt (in millions)[3]	854	882	928	1,119	1,227	1,324	1,312	1,509	1,877	2,259

Sources:
[1]Population Trends for Washington State, OFM, August 1983.
[2]OFM, Forecasting & Estimation, Economic Model, U.S. Dept. of Commerce.
[3]Washington State Treasurer.
[4]Washington State Department of Revenue.

NOTE: Inventory Removed from Tax Base in 1983.